THE FOLLOWING IS THE P.D.F. OF AN OFFICIAL TRANSCRIPT.

OFFICIAL TRANSCRIPTS MAY ONLY BE FILED IN CM/ECF BY THE

OFFICIAL COURT REPORTER AND WILL BE RESTRICTED IN CM/ECF FOR A

PERIOD OF 90 DAYS. YOU MAY CITE TO A PORTION OF THE ATTACHED

TRANSCRIPT BY THE DOCKET ENTRY NUMBER, REFERENCING PAGE AND

LINE NUMBER, ONLY AFTER THE COURT REPORTER HAS FILED THE

OFFICIAL TRANSCRIPT. HOWEVER, YOU ARE PROHIBITED FROM

ATTACHING A FULL OR PARTIAL TRANSCRIPT TO ANY DOCUMENT FILED

WITH THE COURT.

| IN THE UNITED STATES DISTRICT COURT FOR THE NORTHERN DISTRICT OF GEORGIA ATLANTA DIVISION | |
|--|---|
| J. CATHELL, INC., PLAINTIFF, |))) |
| VS. HALEY ELIZABETH MARTIN, |) DOCKET NUMBER) 1:22-CV-5039-LMM |
| ET AL., DEFENDANTS. |) ATLANTA, GEORGIA) JANUARY 18, 2023) |
| TRANSCRIPT OF PROCEEDINGS BEFORE THE HONORABLE LEIGH MARTIN MAY, UNITED STATES DISTRICT JUDGE APPEARANCES: | |
| FOR THE PLAINTIFF: | TALA AMIRFAZLI BURR & FORMAN, LLP ATLANTA, GEORGIA 30363 |
| FOR THE DEFENDANT: | ANDREW CONNORS & ABIGAIL WHITE DARKHORSE ATTORNEYS LYNCHBURG, VIRGINIA 24502 TODD ECHOLS STOCKBRIDGE, GEORGIA 30281 |
| MECHANICAL STENOGRAPHY OF PROCEEDINGS AND COMPUTER-AIDED TRANSCRIPT PRODUCED BY | |
| OFFICIAL COURT REPORTER: | MONTRELL VANN, RPR, RMR, RDR, CRR 2160 UNITED STATES COURTHOUSE 75 TED TURNER DRIVE, SOUTHWEST ATLANTA, GEORGIA 30303 (404)215-1549 |

```
(IN ATLANTA, FULTON COUNTY, GEORGIA, JANUARY 18, 2023, IN
 1
 2
    OPEN COURT.)
              THE COURT: OKAY. GOOD MORNING. YOU MAY BE SEATED.
 3
 4
             MR. CONNORS: GOOD MORNING.
 5
              THE COURT: WE ARE HERE IN CIVIL ACTION 22-CV-5339,
 6
    J. CATHELL, INC., VS. HALEY ELIZABETH MARTIN, ET AL.
 7
         AND STARTING WITH PLAINTIFF'S COUNSEL, IF COUNSEL WOULD
    INTRODUCE THEMSELVES, PLEASE.
 8
 9
             MS. AMIRFAZLI: GOOD MORNING, YOUR HONOR. MY NAME IS
10
   TALA AMIRFAZLI, AND I'M HERE ON BEHALF OF PLAINTIFF.
11
              THE COURT: OKAY. GOOD MORNING.
12
             MR. CONNORS: GOOD MORNING, YOUR HONOR. I'M ANDREW
13
    CONNORS, MY CO-COUNSEL ABBY WHITE HARRIS, AND TED ECHOLS OUR
    LOCAL COUNSEL. WE'RE HERE ON BEHALF OF THE DEFENDANTS.
14
15
              THE COURT: OKAY. GOOD MORNING TO YOU AS WELL.
16
             MR. CONNORS: GOOD MORNING.
17
              THE COURT: I HAVE HAD A CHANCE TO REVIEW ALL THE
18
    INFORMATION THAT WAS PROVIDED, AND SO I'M PRETTY FAMILIAR WITH
19
    THE INFORMATION IN THE RECORD. I TYPICALLY DO HAVE QUESTIONS,
20
    SO I'LL PROBABLY BE ASKING YOU QUESTIONS AS WE GO THROUGH IT.
21
   AND IN TERMS OF THE PLAINTIFFS' ARGUMENT, A LOT OF TIMES AT
22
    THESE T.R.O. HEARINGS ATTORNEYS SPEND A LOT OF TIME ON THE
23
    SUBSTANTIAL LIKELIHOOD OF SUCCESS ON THE MERITS, AND THE OTHER
24
    FACTORS ARE A LITTLE BIT MORE CLEAR. I DON'T THINK THAT
25
    THEY'RE NECESSARILY AS CLEAR IN THIS CASE, SO I JUST WANT TO
```

ITS FOLLOWERS. JESSICA CATHELL, WHO IS SITTING BEHIND ME

TODAY, STARTED THE J. CATHELL BUSINESS AND BEGAN HER SOCIAL

24

25

MEDIA, INFLUENCING AND BLOGGING BUSINESS WHICH FIRST STARTED A 1 2 LITTLE BIT DIFFERENT THAN WHAT IT LOOKS LIKE TODAY. THERE WAS 3 A REBRANDING AROUND EARLY 2021 WHEN HER INITIAL BLOG WAS HACKED. SO WHAT WE SEE TODAY IS A LITTLE BIT DIFFERENT THAN 4 5 WHAT SHE HAD INITIALLY STARTED, BUT IT IS WHAT SHE HAS SPENT A LOT OF TIME AND MONEY CREATING AND MAKING SURE IS SUCCESSFUL. 6 7 SO AT AN EXTREMELY HIGH LEVEL, THE J. CATHELL BUSINESS 8 OPERATES ON VARIOUS PLATFORMS, BOTH INSTAGRAM, FACEBOOK, 9 PINTEREST, THE LIKE TO KNOW ACCOUNT, BUT THE FOCUS TODAY AND IN 10 THE BRIEFING HAS BEEN ON INSTAGRAM AND THE LINKING ABILITIES 11 THAT LIKE TO KNOW PROVIDES FOR THE ULTIMATE PURPOSE OF A BLOG, 12 WHICH IS TO -- ESSENTIALLY MAKE MONEY OFF OF WHAT IS BEING 13 PROMOTED AND THE ITEMS FEATURED IN THE CONTENT. 14 THE COURT: NOW, I'M A LITTLE -- WHEN I READ THROUGH 15 EVERYTHING, I WANT TO KNOW EXACTLY WHAT THE TRADE SECRETS ARE. 16 MS. AMIRFAZLI: SURE. 17 THE COURT: I'M A LITTLE CONFUSED ABOUT THAT BECAUSE 18 THERE'S THIS MEETING THAT HAPPENED WITH LIKE TO KNOW WHERE THEY 19 WERE PROVIDING GUIDANCE TO PLAINTIFF AS TO KIND OF HOW TO 20 OPTIMIZE THE WAY THAT THEY DID THE SITE. AND THERE'S A LOT OF 21 GENERAL TALK ABOUT TRADE SECRETS AND CONFIDENTIAL INFORMATION, 22 BUT I DON'T KNOW WHAT THAT IS, LIKE, WHAT CATEGORIES. AND SO 23 IS IT -- CERTAINLY IT'S NOT THE WAY IT LOOKS BECAUSE THAT IS --24 EVERYONE CAN SEE THAT. SO TELL ME EXACTLY HOW YOU DEFINE THE 25 TRADE SECRETS.

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

MS. AMIRFAZLI: SURE. SO ONE -- SO ESSENTIALLY -- SO THE TRADE SECRET IS, LIKE YOU SAID, IT'S NOT SO MUCH FOCUSED ON THE LOOK OF HER PAGE. I MEAN, ANYONE CAN -- THESE ARE ALL PUBLIC, SO ANYONE CAN GO LOG IN, SEE HOW SHE'S POSTING SOMETHING, SEE HOW OTHERS ARE POSTING SOMETHING AND TRY TO REPLICATE THE VISUAL COMPONENT OF A POST. SO THAT IS NOT NECESSARILY WHAT WE'RE CLASSIFYING AS THE TRADE SECRET. WE'RE CLASSIFYING A THE TRADE SECRET IS EVERYTHING ON THE BACK END THAT US AS THE PUBLIC HAS NO INSIGHT INTO. SO WHILE I CAN SEE WHAT J. CATHELL IS PROMOTING AND HOW -- WHAT OUTFITS SHE IS CREATING ON WHAT SHE'S PUTTING TOGETHER VISUALLY, I DON'T KNOW, YOU KNOW, WHY SHE IS PICKING CERTAIN THINGS, YOU KNOW, WHEN --WHY SHE IS POSTING CERTAIN THINGS AT CERTAIN TIMES, WHAT THINGS SHE IS COMBINING, WHAT THINGS SHE'S NOT COMBINING, WHAT THINGS SHE IS NOT PROMOTING. YOU KNOW, THIS HAS BEEN OVER THE COURSE OF HER -- SINCE HER REBRAND SHE HAS BEEN TESTING OUT A LOT OF DIFFERENT -- YOU KNOW, THROUGH TRIAL AND ERROR, DIFFERENT THINGS TO BASICALLY MAKE HER BUSINESS WHAT IT IS TODAY. THE COURT: OKAY. WELL, LET'S BREAK THAT DOWN BECAUSE I NEED A REALLY CLEARLY DEFINED TRADE SECRET. OBVIOUSLY IT'S STUFF ON THE BACK END AND THE OUTFIT SHE PICKS. I DON'T KNOW THAT THAT WOULD NECESSARILY BE A TRADE SECRET BECAUSE THAT'S ONE THING YOU MENTIONED, BUT YOU SAID ONE OF THEM IS THE TIMING OF WHEN THINGS ARE POSTED? MS. AMIRFAZLI: YEAH.

THE COURT: OKAY. AND WHAT ELSE IS THE TRADE SECRET? 1 2 MS. AMIRFAZLI: AND THEN ALSO THE -- BASICALLY THE 3 COMBINATION OF EVERYTHING. SO IT'S NOT JUST THIS ONE SWEATER, 4 YOU KNOW, THE FACT THAT SHE'S POSTING THIS SWEATER ISN'T THE 5 TRADE SECRET. WE CAN ALL SEE WHAT SHE'S POSTING. IT'S THE 6 FACT THAT SHE HAS COMBINED A LOT OF DIFFERENT, YOU KNOW, 7 PARTNERSHIPS WITH RETAILERS, HER FORMULAS TO ESSENTIALLY CREATE WHAT SHE IS CREATING. AND THE -- YOU KNOW, THE SPACING OF 8 9 EVERYTHING, WHEN SHE'S POSTING CERTAIN THINGS, WHETHER THEY ARE 10 POSTED ON HER STORY, ON HER HOME PAGE, YOU KNOW, THERE'S THE 11 SEQUENCE THAT SHE DOES, THERE'S THIS ESSENTIALLY --12 THE COURT: CAN'T EVERYONE SEE THAT? 13 MS. AMIRFAZLI: YEAH. THE COURT: LIKE, THE TIMING IS SOMETHING THAT 14 15 EVERYONE CAN SEE. THE SECRETS SEEM -- IS SOMETHING THAT ANYONE 16 CAN SEE. THE COMBINATION SHE'S USING. 17 MS. AMIRFAZLI: YEAH. SO THERE'S NO SECRET THAT THIS 18 WORLD, THIS SOCIAL MEDIA WORLD IS VERY LARGE AND BIG AND SO 19 MANY PEOPLE ARE TRYING TO GET INTO IT. NO ONE'S STOPPING 20 ANYONE FROM GOING ON TO ANYONE'S PAGE AND TRYING TO COPY, OH, 21 OKAY, I THINK SHE'S POSTING ON -- AT THIS TIME, SHE'S, YOU 22 KNOW, POSTING THESE OUTFITS, I'M GOING TO TRY AND REPLICATE IT. 23 BUT WITHOUT THE KNOWLEDGE OF THE BACK-END THINGS, WHICH IS 24 THE --25 THE COURT: I DON'T KNOW WHAT IS, AND THAT'S --

1 MS. AMIRFAZLI: SURE. 2 THE COURT: BECAUSE EVERYTHING YOU'VE MENTIONED IS 3 SOMETHING THAT YOU COULD SEE IF YOU WERE JUST LOOKING AT IT. 4 SO WHAT IS THE BACK-END SECRET PART? 5 MS. AMIRFAZLI: YEAH, SO IT'S ESSENTIALLY WHY SHE POSTS CERTAIN THINGS. SO IF I WANTED TO GO REPLICATE HER 6 7 INSTAGRAM ACCOUNT, I CAN SEE WHAT SHE'S DOING, BUT I DON'T KNOW 8 WHY SHE'S DOING ANYTHING. I CAN TRY AND REPLICATE IT, BUT WITHOUT THE KNOWLEDGE OF THE -- HER FORMULAS AND HER STRATEGIES 9 10 AND HER PLANS, HER -- YOU KNOW, HER -- AGAIN, THIS BACK-END 11 STUFF. THERE'S NO WAY FOR ME TO CONTINUE REPLICATING ANYTHING 12 OR TO MAKE ANY SORT OF SUCCESSFUL REPLICA OF HER BUSINESS 13 BECAUSE I WON'T KNOW THIS INFORMATION THAT SHE HAS ON HER 14 END --15 THE COURT: WHY IS THAT IMPORTANT? I GUESS THAT'S 16 WHAT I'M MISSING. SO LET'S SAY I WANTED TO COPY EVERYTHING 17 SHE'S DOING, SO I JUST WATCHED HER AND EVERY DAY I DID EXACTLY 18 WHAT SHE DID, AND I DIDN'T KNOW WHY, I JUST KNEW THAT I WAS 19 REPLICATING SOMEONE THAT IS SUCCESSFUL. WHY WOULDN'T I END UP 20 WITH THE SAME RESULT? I WOULDN'T CARE WHY. I COULD JUST LOOK 21 AT EVERYTHING SHE WAS DOING AND DO THE SAME THING. AND THAT'S 22 WHERE I DON'T SEE WHAT THE SECRET IS IN TERMS OF EVERYTHING'S 23 GOING TO BE SHOWN TO THE PUBLIC. WHY DOESN'T NECESSARILY 24 MATTER. ANYBODY COULD JUST DO EXACTLY WHAT SHE'S DOING. 25 MS. AMIRFAZLI: SO ONE THING TO POINT OUT IS THAT

THERE ARE A LOT OF COPYCAT ACCOUNTS OUT THERE THAT MS. CATHELL 1 2 RUNS ACROSS AND SEES, AND SHE'LL MONITOR THEM. BUT WITHOUT 3 THIS, LIKE, KNOWLEDGE THAT I'LL EXPLAIN IN A LITTLE BIT, THEY DON'T GO ANYWHERE BECAUSE THE SUCCESS OF A BUSINESS, THIS TYPE 4 5 OF BUSINESS IS THE AMOUNT OF FOLLOWERS YOU HAVE AND THE 6 ENGAGEMENT THAT YOUR FOLLOWERS HAVE WITH YOUR POSTS AND 7 INTERACTING WITH THE CONTENT AND GOING THROUGH ALL OF THE LINKS 8 AND LINKING TO THE RETAILERS ULTIMATELY BUY THE PRODUCTS. I CAN REPLICATE THIS ENTIRE MODEL, BUT WHAT I'M JUST VISUALLY 9 10 SEEING WITH THE POST. BUT WITHOUT, YOU KNOW, CAPTURING MY 11 FOLLOWERS AND THE TYPES OF FOLLOWERS THAT MS. CATHELL HAS 12 CAPTURE, MY ACCOUNT WOULDN'T GO ANYWHERE. IT WOULD MAYBE LOOK 13 THE SAME. IT WOULD LOOK LIKE THIS, BUT I WOULDN'T HAVE THE 14 FOLLOWERS, I WOULDN'T BE GENERATING THE INCOME, THE REVENUE, 15 THE COMMISSIONS, ANYTHING LIKE THAT. SO ONE OTHER KIND OF --16 IN PART PUBLIC, BUT BASED IN NON-PUBLIC INFORMATION IS THE WAY 17 MS. CATHELL ADVERTISES HER POSTS AND PROMOTES HER POSTS. SO, 18 YOU KNOW, AS A INSTAGRAM USER, I CAN SEE IF CERTAIN -- SHE'S 19 RUNNING A CERTAIN AD, FOR EXAMPLE, LIKE, SOMETHING POP UP WHERE 20 I SEE THAT SHE'S SEEMINGLY PROMOTING A CERTAIN POST OR CONTENT 21 IN THE POST. BUT I DON'T KNOW AND I HAVE NO WAY OF KNOWING 22 WHAT SHE IS DOING BEFORE -- OR PUBLISHING THAT ADVERTISEMENT, 23 LIKE, THE CERTAIN, YOU KNOW, THINGS SHE'S CHECKING TO MAKE SURE THAT THIS AD GOES TO THIS, YOU KNOW, GROUPING OF PEOPLE, WE'RE 24 25 GOING TO TARGET THE AD TO THIS. IT'S ESSENTIALLY THIS

1 MARKETING PLAN STRATEGY THAT LEADS TO HER DOING CERTAIN THINGS THAT CREATE THIS PUBLIC POST, WHICH IS WHAT WE ULTIMATELY SEE. 2 3 SO WITHOUT THE KNOWLEDGE OF THAT, WITHOUT USING WHAT SHE IS DOING, THERE'S REALLY NO EFFECTIVE WAY OF REPLICATING IT. 4 5 CAN REPLICATE THE LOOK OF HER INSTAGRAM, BUT I WON'T BE ABLE TO REPLICATE HER SUCCESS. NOW OF COURSE BY NO MEANS ARE WE 6 7 SUGGESTING THAT J. CATHELL IS AND SHOULD BE THE ONLY SOCIAL 8 MEDIA, INFLUENCING, BLOGGING BUSINESS THAT IS PROFITABLE. THERE'S VERY MANY -- THERE'S MANY PROFITABLE BLOGS. THERE'S 9 10 ALSO MANY THAT FAIL BECAUSE THEY CAN'T GRASP THE PUBLIC OR THE 11 AUDIENCE THAT THEY'RE TRYING TO CAPTURE. AND IN FACT BEFORE 12 MS. CATHELL REBRANDED HER BUSINESS, SHE WAS RUNNING INTO THOSE 13 SORTS OF PROBLEMS THAT ALL STARTING BLOGGERS WILL FACE, WHICH 14 IS --15 THE COURT: HOW DO YOU KNOW THAT THE DEFENDANT IS 16 ACTUALLY USING THE TRADE SECRETS? I DIDN'T SEE -- IT SOUNDS 17 LIKE WHAT YOU'RE SAYING IS THAT YOU CAN LOOK AT IT AND SEE THAT 18 SHE'S USING THE TRADE SECRETS BECAUSE IT LOOKS THE SAME, BUT 19 YET IT'S A SECRET, SO YOU CAN'T NECESSARILY KNOW THAT THERE ARE 20 TRADE SECRETS. AND SO THAT SEEMS TO BE VERY CIRCULAR, THAT 21 THIS IDEA THAT WE KNOW SHE'S USING THE TRADE SECRETS BECAUSE IT 22 LOOKS THE SAME, BUT YET THAT'S NOT ENOUGH. 23 MS. AMIRFAZLI: SO THERE'S A REASON MS. CATHELL HAS 24 NEVER FILED A LAWSUIT AGAINST ANY OTHER SEEMINGLY COPYCAT 25 INSTAGRAM ACCOUNT THAT SHE FINDS, THOUGH SHE COMES ACROSS THEM

ALL THE TIME. BUT THE DIFFERENCE HERE IS THAT MS. MARTIN 1 WORKED WITH -- WORKED AT J. CATHELL WHEN THE REBRAND WAS 2 3 HAPPENING AND WHEN MS. CATHELL WAS TESTING ALL OF HER IDEAS AND HER STRATEGIES AND GOING THROUGH THIS TRIAL AND ERROR PROCESS 4 5 TO BASICALLY COME UP WITH HER NOW MARKETING BUSINESS PLAN. THE COURT: AND I SEE THAT SHE HAS ACCESSES TO THEM. 6 7 CERTAINLY I SEE THAT IN YOUR THING, BUT USUALLY WHEN I HAVE A 8 T.R.O. HEARING, THERE'S SOME EVIDENCE THAT SPECIFICALLY SHOWS 9 THAT THEY KNOW THAT THEY ARE USING THE TRADE SECRET, NOT JUST 10 ACCESS. SO HOW DO WE KNOW THAT THE SECRET INFORMATION IS 11 ACTUALLY BEING UTILIZED AND SHE'S NOT JUST DOING A COPYCAT 12 WEBSITE WITHOUT DISCOVERY? BECAUSE I THINK DISCOVERY MIGHT 13 SHOW EXACTLY HOW SHE'S RUNNING THIS, BUT I DON'T THINK YOU HAVE -- YOU'RE SAYING THAT ALL THIS STUFF ON THE BACK END THAT 14 15 YOU CAN'T SEE MAKES IT A TRADE SECRET. SO WITHOUT ACCESS TO 16 THE BACK-END INFORMATION, YOU KNOW SHE HAS ACCESS, BUT HOW DO 17 YOU HAVE PROOF THAT SHE'S USING IT? 18 MS. AMIRFAZLI: SO WHEN MS. CATHELL HIRED MS. MARTIN, 19 SHE WAS HIRED AS HER ASSISTANT TO BASICALLY -- I MEAN, 20 BASICALLY IT WAS MS. CATHELL AND MS. MARTIN, RIGHT, SO 21 MS. CATHELL WAS LEADING THE DRIVE OF WHAT SHE WANTED TO SEE IN 22 HER INSTAGRAM ACCOUNT, WHAT TYPE OF CONTENT SHE WANTED TO 23 RELEASE, WHAT SHE WANTED TO PROMOTE. SHE WAS DRIVING ALL OF 24 THIS STUFF, BUT IT WAS ALSO THEY WERE WORKING EVERY DAY 25 TOGETHER, SPEAKING ALL DAY MOST DAYS, YOU KNOW, DURING THE

BUSINESS HOURS AND THE BUSINESS DAYS. THEY WERE WORKING VERY 1 2 CLOSELY TOGETHER TO MAKE SURE THAT MS. MARTIN -- YOU KNOW, SHE 3 WAS RESPONSIBLE PRIMARILY FOR THE FIRST DRAFTS OF EVERYTHING. SO WITHOUT, YOU KNOW -- J. CATHELL WOULD SPEAK ABOUT WHAT SHE 4 5 WANTED TO DO, THESE PLANS AND THESE STRATEGIES AND THESE 6 ADVERTISING GOALS THAT SHE WANTED TO ACCOMPLISH AND SHE WOULD 7 TELL MS. MARTIN HOW THEY WERE GOING TO BE ACCOMPLISHED WITH ALL 8 OF THE -- WHAT MS. CATHELL HAD OVER THE YEARS LEARNED AND ACQUIRED THROUGH RUNNING HER BUSINESS. AND MS. MARTIN 9 10 IMPLEMENTED THOSE IN THE FIRST DRAFTS OF EVERYTHING, WHETHER, 11 LIKE, THE VISUALS OF WHAT WE SEE, THE CONTENT, OR IF IT WAS THE 12 SOMETHING LIKE THE -- LIKE AN ADVERTISING. SO IF SHE WAS GOING TO BE UNLOADING SOMETHING INTO ADVERTISING, MS. CATHELL WOULD 13 14 TELL HER, OKAY, WE NEED TO, YOU KNOW, DO THIS, THIS AND THIS, 15 CHECK THESE BOXES TO MAKE SURE THAT IT GOES TO WHERE I WANT IT 16 TO GO, IT'S PROMOTING THE THING THAT I WANT IT TO PROMOTE. AND 17 SO MS. CATHELL WAS BASICALLY ON A DAILY BASIS TELLING 18 MS. MARTIN WHAT TO DO. 19 THE COURT: BUT ISN'T THERE A QUESTION OF FACT ON 20 THAT? BECAUSE WHEN I READ THE TWO AFFIDAVITS, THEY SEEM TO 21 PRESENT A VERY DIFFERENT STORY ABOUT HOW THIS ALL WORKED. AND 22 ULTIMATELY SOMEBODY'S RIGHT AND SOMEBODY'S WRONG. 23 MS. AMIRFAZLI: OF COURSE. 24 THE COURT: BUT IT APPEARS THAT THERE'S A QUESTION OF 25 FACT ON WHO WAS REALLY LEADING THIS TRAIN, SO TO SPEAK, WHO HAD

1 THE EXPERIENCE.

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

MS. AMIRFAZLI: SO IN OUR REPLY -- SO OF COURSE THE DECLARATIONS ARE COMPETING. I REALIZED THAT. AND THE STATEMENTS OF KIND OF EVERYONE'S ROLE AND EXPERIENCE PRIOR TO IS STATED DIFFERENTLY, BUT WHEN MS. CATHELL HIRED MS. MARTIN, WE PROVIDED A SCREENSHOT OF AN E-MAIL WHEN MS. MARTIN WAS APPLYING ESSENTIALLY FOR THIS POSITION OR INQUIRING FOR THE POSITION. MS. CATHELL'S UNDERSTANDING WAS THAT MS. MARTIN DIDN'T HAVE ANY EXPERIENCE WORKING WITH ANY OTHER SOCIAL MEDIA BLOGGER OR INFLUENCER. SO SHE HAD SOME EXPERIENCE WITH A JEWELRY LINE THAT SHE HAD STARTED AND WORKING WITH HER FAMILY'S FOUNDATION, BUT SHE HAD NO OTHER EXPERIENCE THAT WOULD OTHERWISE BE NECESSARY FOR DRIVING THE J. CATHELL BUSINESS. BUT OF COURSE BECAUSE OF HER OTHER EXPERIENCE THAT SHE HAD WITH CERTAIN PROGRAMS AND HER WILLINGNESS TO WANT TO WORK AND HER EXCITEMENT TO WORKING, MS. CATHELL ESSENTIALLY MOLDED MS. MARTIN INTO DEVELOPING THE STYLE THAT MS. CATHELL WANTED TO PROMOTE. SO THAT'S SHOWN IN SOME OF THE E-MAILS WHERE MS. CATHELL WOULD REVIEW ALL OF THE DRAFTS AND MAKE CERTAIN CHANGES AND TWEAKS AND REALLY TO MAKE SURE THAT IT WASN'T HALEY'S VISION THAT WAS BEING PROMOTED THROUGH THE BLOG. IT WAS ACTUALLY MS. CATHELL, BUT, YOU KNOW, WITH THE WORK DONE BY MS. MARTIN. AND THERE ARE SOME COMPETING STATEMENTS ABOUT THE AMOUNT OF TIME THEY SPENT TOGETHER OR SPOKE ON THE PHONE OR HAD MEETINGS, BUT, YOU KNOW, ASIDE FROM WHAT IS SAID, THE EVIDENCE

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

THAT WE SUBMIT WITH OUR SUPPLEMENTAL DECLARATION SHOWS THAT IT WAS MUCH MORE THAN WHAT MS. MARTIN IS TRYING TO PORTRAY. THEY SPOKE FOR MORE THAN JUST MINUTES A DAY. YOU KNOW, THEY HAD REGULAR MORNING MEETINGS. THEY SPOKE ABOUT THE PLAN FOR THE DAY, THE GOALS FOR THAT WEEK, THE PLANS FOR THAT WEEK. THEY --YOU KNOW, I PROVIDED A EXEMPLARY CALL LOG WHERE IN THE COURSE OF 21 BUSINESS DAYS THEY SPOKE 20 BUSINESS DAYS ON THE PHONE FOR AN AVERAGE OF ABOUT 47 MINUTES PER DAY. SO THAT'S SIGNIFICANTLY MORE THAN A FEW MINUTES HERE AND THERE. NOW, THAT DOESN'T ALSO CAPTURE THE EXTENSIVE TEXT MESSAGE COMMUNICATIONS DAILY AND CONSTANTLY BETWEEN THE TWO. THESE TWO WERE WORKING VERY CLOSELY TOGETHER WITH MS. MARTIN MAKING SURE THAT WHAT SHE WANTED WAS BEING ACTUALLY IMPLEMENTED AND DONE. SO THERE'S NO DOUBT IN OUR MIND THAT WHAT MS. MARTIN LEARNED THROUGH WORKING WITH J. CATHELL, SHE HAS USED TO CREATE HER ACCOUNT. NOW, IN GEORGIA, OF COURSE, THERE'S NO -- THERE'S NOTHING PREVENTING ANYONE STARTING A COMPETING BUSINESS. WHAT WE DO KNOW HERE IS THAT THE WEAR TO WANDER ACCOUNT WAS STARTED AS EARLY OR AS LATE AS -- I BELIEVE IT WAS FEBRUARY OF 2022, AND THAT WAS STILL WHEN SHE WAS WORKING FOR MS. CATHELL. SO HER EMPLOYMENT WITH J. CATHELL DIDN'T TERMINATE UNTIL SEPTEMBER OF '22, AND THAT WAS AFTER MS. CATHELL LOGGED ONTO THE GEORGIA SECRETARY OF STATE WEBSITE NOTICING THAT THE WEAR TO WANDER ACCOUNT WAS ACTUALLY BEING RUN BY MS. MARTIN.

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

NOW, ONE OF THE THINGS THAT I THINK IS HELPFUL TO SHED LIGHT ON THIS IS, LIKE I MENTIONED, THERE'S A LOT OF COPYCAT ACCOUNTS OUT THERE THAT MS. CATHELL WOULD COME ACROSS OR MS. CATHELL WOULD COME ACROSS WHILE WORKING FOR J. CATHELL. THAT'S NOT THE CONCERN. MS. CATHELL KNEW THAT THESE COMPETITORS DIDN'T HAVE HER INFORMATION. THEY HAD IN NO WAY OF ACCESSING THAT INFORMATION. THEY HAD NEVER WORKED WITH MS. CATHELL OR FOR J. CATHELL, SO THEY -- YOU KNOW, WHATEVER THEY WERE DOING, WHILE IT MIGHT VISUALLY LOOK THE SAME, WAS GOING TO BE DIFFERENT THAN WHAT MS. CATHELL WAS DOING. THE COURT: WELL, I THINK THAT'S WHAT'S GIVING YOU A PROBLEM BECAUSE YOU CAN HAVE A COPYCAT ACCOUNT THAT LOOKS SIMILAR AND DOING SIMILAR THINGS AND NOT USING TRADE SECRETS. AND EVERYTHING THAT -- EVEN ACCEPTING YOUR VERSION AS TRUE, IS THAT SHE WAS TRAINING AND LEARNING AND USING THIS LIKE TO KNOW PLATFORM. AND SO YOU'RE SAYING KIND OF THAT SHE HAD TO HAVE USED THE TRADE SECRET IS BECAUSE SHE DIDN'T HAVE THIS INFORMATION WHEN SHE STARTED WORKING HERE, BUT THERE SEEMS TO ME AN ALTERNATIVE VERSION OF IT WHICH COULD BE THAT SHE -- EVEN IF YOU ACCEPT KIND OF WHAT YOU SAY IS TRUE, THAT SHE LEARNED HOW TO DO THIS WHEN SHE WAS WORKING THERE, AND THAT IT'S NOT NECESSARY FOR HER TO USE THE CONFIDENTIAL SECRET STUFF, WHICH I'M STILL NOT QUITE SURE WHAT THAT IS, BUT THAT SHE DIDN'T NECESSARILY HAVE TO USE THAT TO HAVE A COPYCAT. AND SO IT'S YOUR BURDEN TO PROVE THAT HER SITE ACTUALLY USES THE

```
1
    CONFIDENTIAL INFORMATION AND DOESN'T ACTUALLY JUST UTILIZED
    WHAT SHE LEARNED THAT IS, LIKE, KNOWLEDGE IN THE INDUSTRY.
 2
 3
              MS. AMIRFAZLI: SO ONE STORY THAT MIGHT KIND OF HELP
 4
    CLARIFY THIS IS MS. CATHELL IS APPROACHED PRETTY REGULARLY BY
 5
    VARIOUS FOLKS IN THE INDUSTRY, WHETHER IT BE ON THE LIKE TO
    KNOW SIDE OR OTHER BLOGGERS, WHERE THEY'RE ASKING -- THEY'RE
 6
 7
    ESSENTIALLY -- EVERYONE'S SURPRISED BY HOW SUCCESSFUL HER
    BUSINESS IS GIVEN THE AMOUNT OF TIME IT'S EXISTED, THE
 8
 9
    NUMBER -- YOU KNOW, THE PROPORTION OF HER KIND OF PROFITS TO
10
    HER, THE NUMBER OF FOLLOWERS BECAUSE YOU CAN HAVE --
11
              THE COURT: HOW DO PEOPLE KNOW WHAT HER PROFITS ARE?
12
              MS. AMIRFAZLI: WELL --
13
              THE COURT: BECAUSE I THOUGHT THAT WAS SOMETHING THAT
   WAS SECRET.
14
15
             MS. AMIRFAZLI: SO YOU'RE RIGHT, IT IS.
16
              THE COURT: OKAY.
17
             MS. AMIRFAZLI: NOW, MS. MARTIN KNEW BECAUSE SHE WAS
18
    WORKING FOR HER.
19
              THE COURT: RIGHT. BUT I JUST -- ALL THESE PEOPLE
20
    THAT KNEW HER PROFITS.
21
              MS. AMIRFAZLI: SO ON THE LIKE TO KNOW SIDE, WHICH
22
    THEY ARE RESPONSIBLE FOR THE LINKING TO THE RETAILERS, THEY
23
    HAVE SOME INSIGHT TO WHAT BLOGS ARE DOING WELL, LIKE, WHAT
24
    THEY'RE GENERALLY GENERATING AND BEING ABLE TO COMPARE THE
25
    DOLLAR AMOUNTS THAT THEY'RE GENERATING TO THE NUMBER OF
```

FOLLOWERS THEY HAVE. YOU KNOW, WE TALK ABOUT FOLLOWERS AS THE 1 KIND OF BENCHMARK OF A SUCCESS OF A COMPANY -- OR THIS TYPE OF 2 3 A COMPANY, BUT IT IS, BUT IT'S -- BUT IT ALSO ISN'T. SO YOU 4 CAN HAVE THOUSANDS AND THOUSANDS OF FOLLOWERS THAT ARE 5 ESSENTIALLY ON (VERBATIM) ACTIVE INSTAGRAM USERS OR LIKE, BOSS, THEY'RE NOT GOING TO BE BUYING ANYTHING. SO IT DOESN'T MATTER 6 7 IF YOU HAVE TWO MILLION FOLLOWERS IF YOUR TWO MILLION FOLLOWERS 8 AREN'T CLICKING THROUGH ANYTHING. YOU CAN HAVE A THOUSAND 9 FOLLOWERS, AND IF YOUR THOUSAND FOLLOWERS --10 THE COURT: LET'S MOVE TO IRREPARABLE INJURY. SO I 11 HAVE SOME CONCERNS ABOUT THAT FACTOR. IT'S BRIEFED JUST AS 12 THERE'S GOING TO BE IRREPARABLE INJURY BECAUSE THERE IS 13 CONFIDENTIAL INFORMATION USED, BUT THAT SEEMS A LITTLE CONCLUSORY TO ME IN TERMS OF MY UNDERSTANDING ABOUT HOW THIS 14 15 KIND OF WORLD WORKS. AND SO YOU'VE GOT THE COPYCATS AND THEN 16 YOU HAVE THIS ACCOUNT, AND CERTAINLY PEOPLE SUBSCRIBE TO ONE OR 17 MORE OF THESE. PEOPLE AREN'T JUST GOING TO NECESSARILY PICK 18 ONE. THEY HAVE A LOT OF THEM, SO HOW DO WE KNOW THAT THERE IS 19 THIS IRREPARABLE INJURY IN TERMS OF THIS LOSS OF FOLLOWERS AND 20 ALSO THAT IT'S NOT SOMETHING THAT CAN BE REPAIRED BY MONEY? 21 BECAUSE IF IT'S REPAIRED BY MONEY, THEN IT'S NOT IRREPARABLE. 22 MS. AMIRFAZLI: SO THE AMOUNT OF FOLLOWERS IS 23 IMPORTANT, OF COURSE. THIS TYPE OF BUSINESS WANTS TO RETAIN 24 ITS FOLLOWERS AND GROW ITS FOLLOWERS LIST, BUT THE DAMAGE COMES 25 FROM WHAT THOSE FOLLOWERS ARE DOING AND WHAT THEY'RE BASICALLY

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

25

CLICKING THROUGH. SO WHILE ONE PERSON CAN FOLLOW MULTIPLE ACCOUNTS, IF ONE PERSON WANTS TO PURCHASE ONE SPECIFIC ITEM, YOU CAN ONLY PURCHASE THE ITEM THROUGH ONE LINK. SO YOU'RE EITHER GOING TO BE LINKING THROUGH THE J. CATHELL INSTAGRAM AND LIKE TO KNOW PAGES, OR YOU'RE GOING TO BE LINKING THROUGH SOMEWHERE ELSE. SO WITH THESE COMPETING, YOU KNOW, VISUALLY SIMILAR INSTAGRAMS COMBINED WITH, YOU KNOW, WHAT MS. MARTIN HAS DONE ON THE BACK END TO BASICALLY GET THE -- GET WEAR TO WANDER TO, YOU KNOW, IN THE SAME KIND OF PATH AS J. CATHELL, THAT'S WHERE IT'S LEADING TO DAMAGE TO MY CLIENT. YOU KNOW, SHE'S --THERE IS OF COURSE OTHER BLOGS OUT THERE THAT ALL KIND OF OVERLAP IN THE SAME INDUSTRY AND SAME -- SIMILAR TARGET AUDIENCES OR WHAT THEY'RE PROMOTING, BUT THE DIFFERENCE BETWEEN THE OTHER COMPETITORS AND MS. MARTIN'S COMPANY IS THAT THE OTHER COMPETITORS DIDN'T WORK WITH MS. CATHELL. AND I THINK --THE COURT: BUT WHY WOULDN'T MONEY SOLVE THIS? I COULD SEE A SCENARIO WHERE EVERYTHING YOU SAID IS RIGHT AND YOU WIN AT TRIAL AND YOU GET EVERY DOLLAR THAT DEFENDANT HAS MADE THROUGH THE SITE THAT GOES TO YOUR CLIENT. WHY WOULD THAT NOT FIX THE PROBLEM BECAUSE THERE'S NO EVIDENCE SHE'S SHARING THIS CONFIDENTIAL INFORMATION TO ANYONE ELSE? TYPICALLY WHEN I HAVE A TRADE SECRETS ISSUE, THE IRREPARABLE INJURY IS THAT SOMEBODY ELSE IS GETTING SOMEBODY -- SOMEBODY NEW IS GETTING ACCESS TO 24 THE CONFIDENTIAL INFORMATION. AND SO IT SEEMS LIKE IF YOU JUST GAVE THE MONEY BACK, THAT THAT WOULD SOLVE THE PROBLEM.

1 MS. AMIRFAZLI: SO I THINK IF THE AMOUNT OF THE MONEY 2 WAS EASY TO IDENTIFY, THAT MIGHT BE, YOU KNOW, THE EASIER THING 3 TO DO. BUT HERE THERE'S REALLY NO WAY FOR US TO KNOW WHAT BASICALLY CLICKS AND FOLLOWERS SHE HAS LOST BECAUSE OF THIS. 4 5 SO THERE'S REALLY NO WAY FOR US TO CALCULATE, OH, IF THIS ACCOUNT, YOU KNOW, DIDN'T USE THOSE SAME FORMULAS AND TOOLS 6 7 THAT MS. CATHELL IS USING, THAT, YOU KNOW, THIS GROUP OF PEOPLE 8 OR THESE CERTAIN ITEMS WOULD HAVE BEEN SOLD. SO ALL WE KNOW 9 RIGHT NOW IS THAT, YOU KNOW, SHE LEFT HER EMPLOYMENT, SHE 10 STARTED HER COMPANY WHILE SHE WAS EMPLOYED WITH MS. CATHELL AND 11 ESSENTIALLY CREATED THIS COMPETING BUSINESS THAT BECAUSE OF 12 HER -- OUR UNDERSTANDING WAS THAT SHE DIDN'T HAVE ANY OTHER 13 EXPERIENCE IN THIS TYPE OF INDUSTRY, IN THIS WORLD, IN THIS 14 SPECIFIC TYPE OF BLOGGING AND INFLUENCING INDUSTRY BEFORE 15 WORKING WITH MS. CATHELL. SO MS. CATHELL ESSENTIALLY MOLDED 16 HER TO WHAT SHE IS TODAY. AND MS. MARTIN DURING HER EMPLOYMENT 17 WITH MS. CATHELL WAS ESSENTIALLY CREATING HER CONTENT 18 SIMULTANEOUSLY WITH CREATING THE DRAFTS OF THE CONTENT FOR J. 19 CATHELL USING THE SAME KIND OF TOOLS AND THINGS THAT 20 MS. CATHELL WAS IMPLEMENTING. 21 ONE EXAMPLE OF THAT IS, UNLIKE SOME COPYCAT ACCOUNTS, YOU 22 KNOW VISUALLY, AGAIN, THEY'RE ALL OUT THERE, BUT MS. CATHELL ON 23 A DAILY AND WEEKLY BASIS HAS CERTAIN IDEAS THAT SHE WANTS TO 24 TEST OR SHE -- LET'S DO THIS INSTEAD OF THIS, THIS WEEK, YOU 25 KNOW. AGAIN, THIS HAS BEEN PART OF HER TRIAL AND ERROR PROCESS

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

AND BASICALLY FINALIZING, LIKE, HOW HER BUSINESS IS RUN TODAY. AND CERTAIN THINGS THAT THEY WERE IMPLEMENTING, MS. CATHELL WOULD LOOK AT THE WEAR TO WANDER ACCOUNT -- NOW THIS IS BEFORE SHE KNEW MS. MARTIN WAS RUNNING IT, AND THEY WERE IMPLEMENTING THE SAME THINGS. SO IT WAS ALL VERY UNLIKE OTHER COPYCAT ACCOUNTS. OTHER COPYCAT ACCOUNTS CAN'T KNOW YOUR -- YOU KNOW, CERTAIN STRATEGIES YOU'RE TRYING TO IMPLEMENT. THEY WILL KNOW THE VISUAL OF WHAT IS THE RESULT OF THAT, BUT THEY WON'T KNOW THE BACK END OF EVERYTHING BECAUSE THERE'S NO WAY TO VIEW THAT. ONE OTHER THING I WANTED TO POINT OUT THAT MS. MARTIN SAYS IN HER DECLARATION WHERE WE EXPLAIN THAT IN OUR SUPPLEMENTAL DECLARATION, IS I DON'T WANT THERE TO BE A MISUNDERSTANDING OF HOW MS. CATHELL DEVELOPED HER BRAND. SO IT WAS NOT THROUGH THE CONVERSATIONS WITH LIKE TO KNOW REPRESENTATIVES. THEY DID HAVE CALLS WITH THOSE REPRESENTATIVES, AND THERE'S A CALL REFERENCE IN MS. MARTIN'S DECLARATION WHERE THEY'RE DISCUSSING SORT OF THE LOOK OF THE LAYERING OF THE OUTFITS. NOW, THE ISSUE IN THAT CALL WAS ACTUALLY THE CALL WAS (VERBATIM) INITIATED BY MS. CATHELL BECAUSE THERE WAS A TECHNICAL GLITCH WITH CERTAIN CONTENT BEING ATTRIBUTED TO MS. CATHELL THAT OTHER BLOGGERS MIGHT ALSO BE FEATURING IN THEIR CONTENT. SO, FOR EXAMPLE, SHE WOULD GET NOTIFIED IF SOMEONE, YOU KNOW, CLICKED THROUGH, LIKE, A PAIR OF SUNGLASSES ON ANOTHER ACCOUNT THAT LOOKED SIMILAR TO WHAT MS. CATHELL HAD ON HER POST, AND THEN MS. CATHELL WOULD GET NOTIFIED OF THAT ACTIVITY. SO SHE RAISED THAT WITH LIKE TO

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

KNOW, AND THEY ADDRESSED THAT TECHNICAL GLITCH. IT WAS NOT A CALL TO DISCUSS HOW SHE DEVELOPED HER BUSINESS OR SOME, YOU KNOW, IDEAS FOR HER TO IMPLEMENT. MS. CATHELL HAS BEEN IMPLEMENTING HER LOOK AND PLAN ALL SINCE HER REBRAND. THE OTHER KIND OF IMPORTANT THING TO NOTE HERE IS THAT MS. MARTIN KNEW -- YOU KNOW, DURING THE COURSE OF HER EMPLOYMENT THERE WERE MANY PEOPLE, LIKE I SAID, THAT WOULD APPROACH MS. CATHELL TO ASK KIND OF WHAT HER SECRETS ARE, LIKE, YOU KNOW, YOU'RE GAINING CERTAIN AMOUNT OF FOLLOWERS, YOU KNOW, DAY AFTER DAY OR WEEK AFTER WEEK. AND, YOU KNOW, AGAIN, ON THE LIKE TO KNOW SIDE THEY WERE SEEING HOW SUCCESSFUL SHE WAS. IT WAS, FROM WHAT THEY WERE TELLING HER, UNLIKE ANYTHING LIKE THAT THEY HAD EVER SEEN BEFORE AT THE RATE AND THE PROPORTION TO THE NUMBER OF FOLLOWERS. THEY OF COURSE ASKED WHAT HER SECRETS WERE, AND MS. MARTIN AND MS. CATHELL DISCUSSED REGULARLY THAT THEY'RE NOT GOING TO SHARE THIS INFORMATION. SO I CAN APPRECIATE THE DIFFICULTY KIND OF US ON THE PUBLIC SIDE HAVE TO FULLY GRASP WHAT IS ON THE BACK END OF WHAT WE'RE SEEING, LIKE, A PUBLIC POST THAT WE'RE SEEING. BUT THE FACT OF THE MATTER IS MS. MARTIN KNEW WHAT THIS WAS. THEY WERE WORKING CLOSELY TOGETHER AND THEY WERE SPEAKING DAILY ABOUT HOW THIS INFORMATION IS CONFIDENTIAL AND SHOULDN'T BE SHARED WITH OTHERS. AND YOU'RE RIGHT IN THAT THE -- IN THESE TRADE SECRET CASES A LOT OF THE INFORMATION IS TAKEN FROM ONE PERSON AND SHARED TO OTHERS. NOW, IF MS. MARTIN JUST LEFT MS. CATHELL'S

EMPLOYMENT AND, YOU KNOW, STARTED SOME OTHER BUSINESS, THAT 1 WOULDN'T BE THE CONCERN HERE. SHE TOOK THAT INFORMATION, AND 2 WHILE IT'S ESSENTIALLY ONE IN THE SAME BECAUSE IT'S HER 3 4 COMPANY, THAT'S WHAT SHE HAS SHARED HER INFORMATION WITH THE 5 WEAR TO WANDER BUSINESS AND ACCOUNT. SHE KNEW, YOU KNOW, WHAT SHE WAS DOING WAS -- SHE SHOULD NOT BE DOING BECAUSE THERE'S 6 7 LOTS OF DISCUSSIONS WITH MS. CATHELL AND MS. MARTIN ABOUT THESE 8 OTHER COPYCAT ACCOUNTS AND THE, YOU KNOW, THE FACT THAT WE CAN'T BELIEVE THEY'RE COPYING US, I CAN'T -- YOU KNOW, I CAN'T 9 10 BELIEVE IT. BUT THE DIFFERENCE THERE IS THAT THOSE COPYCAT 11 ACCOUNTS NEVER WORKED WITH J. CATHELL AND HAD NO WAY OF KNOWING 12 WHAT J. CATHELL WAS DOING OR NOT DOING ON THE BACK END OF 13 THINGS. AND SO THE OTHER -- YOU KNOW, WE HAVE -- IN FILING THIS 14 15 MOTION WE RECOGNIZE THAT THERE IS THIS DIFFICULT NATURE OF THE 16 COMBINATION OF THE PUBLIC AND NON-PUBLIC INFORMATION. THAT 17 DOESN'T NECESSARILY MEAN THAT THE NON-PUBLIC INFORMATION WITH 18 ITS PUBLIC COMPONENTS CAN'T QUALIFY AS A TRADE SECRET, WHICH IS 19 WHY WE'VE NARROWLY TAILORED OUR REQUEST IN THE T.R.O. MOTION TO 20 JUST PROTECT MS. CATHELL'S CONFIDENTIAL INFORMATION. YOU KNOW, 21 THE DEFENDANTS IN THEIR BRIEF FOCUS ON THIS, YOU KNOW, 22 MS. CATHELL TRYING TO SHUT DOWN THEIR BUSINESS OR HAVE A 23 MONOPOLY ON SOMETHING OR, YOU KNOW, JUST ESSENTIALLY RUIN THEIR 24 ENTIRE BUSINESS MODEL, AND THAT'S NOT THE CASE. WE'RE NOT 25 SEEKING FOR HER TO SHUT DOWN HER BUSINESS OR TO CLOSE HER

```
ACCOUNTS OR ANYTHING LIKE THAT. WE JUST WANT TO PROTECT J.
 1
    CATHELL'S CONFIDENTIAL PROPRIETARY INFORMATION THAT MS. CATHELL
 2
 3
    HAS SPENT YEARS AND A LOT OF MONEY FORMULATING.
 4
              THE COURT: SO YOU'RE SAYING THAT THE SITE COULD
 5
    CONTINUE TO LOOK AS IT DOES NOW, IT'S JUST THE BACK-END
 6
    INFORMATION THAT HAS YOU CONCERNED?
 7
              MS. AMIRFAZLI: YES. NOW, WE DO BRING SOME CLAIMS
    FOR THE TRADEDRESS, BUT THOSE ARE SECONDARY TO THIS PROTECTING
 8
    THE TRADE SECRETS. BUT YOU'RE RIGHT. SO WE'RE -- WHAT WE'RE
 9
10
    SEEKING TO PROTECT IS JUST HER CONFIDENTIAL INFORMATION. WE'RE
    NOT TRYING TO --
11
12
              THE COURT: AND HOW DO YOU KNOW WHAT SHE'S DOING IN
    THE BACK END OF HER SITE?
13
14
             MS. AMIRFAZLI: WELL, WITH FILING THIS MOTION, WE
15
    WOULD -- YOU KNOW, IF WE HAD A ORDER THAT GRANTED ESSENTIALLY
16
    THE LIMITED RELIEF THAT WE'RE REQUESTING, IT WOULD REQUIRE A
17
    LITTLE BIT OF SELF-POLICING AND, YOU KNOW, REPRESENTATIONS FROM
18
    HER THAT SHE WILL NOT BE USING THAT CONFIDENTIAL INFORMATION.
19
    WE HAVE NOT RECEIVED THOSE ASSURANCES. YOU KNOW, WHEN
20
    MS. CATHELL NOTICED THIS WEAR TO WANDER ACCOUNT AND FIGURED OUT
21
    MS. MARTIN WAS RUNNING IT WHILE SHE WAS STILL EMPLOYED AT J.
22
    CATHELL, SHE APPROACHED HER, AND MS. MARTIN ADMITTED THAT SHE
23
    SAW AN OPPORTUNITY AND SHE TOOK IT. SO SHE HAD -- SHE WAS
24
    WORKING, YOU KNOW, THEY WERE WORKING.
```

25 THE COURT: SO YOU'RE SAYING SHE ADMITTED THAT SHE'S

```
1
    USING THE SAME BACK-END STRATEGY, NOT JUST THE SAME
 2
   FORWARD-FACING --
             MS. AMIRFAZLI: THAT'S OUR UNDERSTANDING OF, YES,
 3
 4
   WHAT SHE HAS SAID BECAUSE THAT IS HOW, YOU KNOW, SHE SAW -- SHE
 5
   WAS ABLE TO SEE WHAT WE DON'T SEE OF HOW SUCCESSFUL EVERYTHING
   WAS. WHAT MS. CATHELL HAD SPENT TIME AND MONEY IMPLEMENTING
 6
 7
   AND CREATING AND TRIAL-AND-ERROR PROCESS, SHE SAW THE WAY IT
 8
   WENT FROM THE PRE-REBRAND THROUGH THE REBRAND TO, YOU KNOW, THE
    TIME IN WHICH SHE WAS TERMINATED. AND SO SHE SAW THAT.
 9
10
              THE COURT: I THINK YOUR TIME IS UP, SO THANK YOU. I
11
   APPRECIATE THAT. AND I'LL HEAR FROM DEFENSE COUNSEL NOW.
12
             MS. AMIRFAZLI: THANK YOU, YOUR HONOR.
13
             THE COURT: YOU'RE WELCOME.
             MR. CONNORS: GOOD MORNING, YOUR HONOR.
14
15
              THE COURT: GOOD MORNING.
16
             MR. CONNORS: PLEASURE TO BE HERE. I'VE -- THIS IS
17
   THE FIRST TIME I'VE BEEN IN THIS COURT, SO -- AND I DON'T GET
18
    TO GO OVER THERE (VERBATIM) VERY MUCH, BUT -- AND MS. HARRIS,
19
    THIS IS THE FIRST TIME OF ANY HEARING WHATSOEVER.
                                                       SHE JUST GOT
20
    LICENSED, SO WE'RE REALLY HAPPY TO BE HERE. BUT I KNOW YOU
21
    DON'T WANT TO HEAR ALL THAT, SO I WANT TO DUMP INTO -- DIVE IN
22
    ALL THESE INTERESTING ISSUES WE'VE GOT BEFORE US. FROM THE
23
    DEFENDANT'S PERSPECTIVE AND, FRANKLY, FROM MY PERSPECTIVE, I'M
24
   ESPECIALLY CONCERNED ABOUT THE POLICY THAT IT SEEMS TO BE
25
    PROMOTING. I DON'T THINK -- FROM THE DEFENDANT'S PERSPECTIVE
```

WHAT IT SEEMS TO BE HAPPENING HERE IS WE'RE TRYING TO 1 2 MANIPULATE LIMITED MONOPOLIES THAT APPLY TO TRADE SECRETS AND 3 TRADEDRESS, AND EXTEND THEM TO PROTECTING A BUSINESS MODEL OR A GENERALIZED AESTHETIC THAT, BY ALL ADMISSIONS, EVERYBODY DOES, 4 5 A LOT OF PEOPLE DO. YOU KNOW, IT EVEN BEGS THE QUESTION AS WE SIT HERE AND TALK ABOUT -- HEAR YOU AND PLAINTIFF'S COUNSEL 6 7 TALK ABOUT COPYCATS, WHO'S THE COPYCAT? YOU KNOW, WE DON'T 8 EVEN KNOW, RIGHT, WHO CAME FIRST. I THINK THE COURT CAN EVEN, 9 FRANKLY, TAKE JUDICIAL NOTICE OF THE FACT WE JUST SCROLL 10 THROUGH INSTAGRAM, YOU CAN SEE A LOT OF THINGS LIKE THIS, 11 RIGHT. NOW, OBVIOUSLY WE HAVE TO DIVE INTO THE SPECIFICS, 12 RIGHT. AND SINCE WE'VE TALKED A LOT ABOUT IT ALREADY, I'LL START WITH TRADE SECRETS. 13 I HAVE TO SET THE RECORD STRAIGHT. I DON'T SEE ANYWHERE 14 15 IN THE RECORD WHERE MY CLIENT ADMITTED TO USING ANY 16 CONFIDENTIAL INFORMATION. FRANKLY, WE REALLY DON'T KNOW WHAT 17 IT IS. I'M VERY CONCERNED BY THAT BECAUSE ALL THE LAW SAYS IS 18 IT HAS TO BE -- CLEARLY WE DON'T EXPECT THE PLAINTIFF TO 19 LITERALLY TELL US NUMBERS OR SOURCE CODE OR WHATEVER THE TRADE 20 SECRET MAY BE IN A PARTICULAR CASE. THERE'S A BALANCE BETWEEN 21 DISCLOSING THE TRADE SECRET AND GIVING US BOUNDARIES OVER WHAT 22 THE TRADE SECRET IS, BUT WE WHAT WE HAVE IS JUST BOILERPLATE 23 FORMULAS, MARKETING STRATEGY, BASICALLY THE WORDS THAT SHOW UP 24 IN THE GEORGIA TRADE SECRETS ACT, THE UNIFORM TRADE SECRETS 25 ACT, AND THE DEFEND -- FEDERAL DEFEND TRADE SECRETS. I -- FOR

THE LIFE OF ME, I DON'T KNOW WHAT IT IS. AND WHAT I'M 1 2 CONCERNED BY IS WHAT IT SOUNDS LIKE THE COURT IS CONCERNED BY, 3 EVERYTHING THAT WE'VE DISCUSSED IS PUBLICLY AVAILABLE. WE'RE TALKING ABOUT TIMING, ADVERTISING CAN BE SEEN BY THE 4 5 PUBLIC. IT SEEMS THAT BY ALL ADMISSIONS LIKE TO KNOW SEES A LOT OF THIS STUFF AND THEY'RE CLEARLY SOMEBODY THAT'S NOT 6 7 WITHIN THE SPHERE OF TRADE SECRET PROTECTABILITY EITHER. 8 WE EVEN GO TO -- THERE'S A COUPLE OF CASES, ONE IN PARTICULAR THAT MIGHT BE NOTABLE, THAT WERE CITED IN THE REPLY 9 10 BRIEF. THERE'S ESSEX GROUP VS. SOUTH WIRE COMPANY, AND THAT'S 11 A REALLY GOOD EXAMPLE FOR OUR SIDE. IN THAT CASE WE HAD 12 POTENTIAL THEFT OF THE SOURCE CODE, AND IT SAYS LITERALLY 13 SOURCE CODE. AND THEN THEY THOUGHT ABOUT BASICALLY, WELL, HOW SPECIFIC DO YOU HAVE TO BE ABOUT WHAT THE SOURCE CODE IS? DO 14 15 YOU HAVE TO PRODUCE THE SOURCE CODE? WELL, OF COURSE THE 16 ANSWER IS, NO, BECAUSE THEN YOU DIVULGE THE TRADE SECRET, BUT 17 WE KNOW WE'RE TALKING ABOUT SOURCE CODE THAT PROGRAMMERS WROTE. 18 I STILL DON'T KNOW WHAT WE'RE TALKING ABOUT HERE TODAY. 19 THE COURT: WELL, I GUESS WHAT I HEAR FROM THE 20 PLAINTIFF'S PERSPECTIVE, WHAT THEY'RE SAYING IS THAT THEIR 21 ALLEGATION IS THAT WHEN WE PEEL BACK THE LAYERS AND LOOK AT 22 WHAT DEFENDANT IS DOING, WHAT WE'RE GOING TO SEE IS THAT THE 23 TIMING, THE COMBINATIONS OF HOW THEY APPROACH, LIKE, DIFFERENT 24 COMPANIES AND ALL OF THAT IS GOING TO LOOK THE SAME. SO WHEN 25 WE PULL BACK THE LAYER AND WE COMPARE EVERYTHING THAT'S GOING

ON IN TERMS OF THE BACK-END THING, THAT IS GOING TO BE 1 2 IDENTICAL. AND THAT THAT IS THE PROBLEM, IS THAT ALL OF THAT 3 STRATEGY AND ALL OF THAT IS GOING TO BE THE SAME WHEN WE LOOK BACK AT THAT. THAT'S MY UNDERSTANDING OF THEIR POSITION. 4 5 MR. CONNORS: AND I WOULD AGREE. I AGREE THAT'S THEIR POSITION, BUT I'D SAY WHERE IS THAT ACTUALLY PLED IN 6 7 THE -- AND ALLEGED IN THE PARTICULARS? AND WHAT I MEAN BY THAT IS WHAT I THINK IS PLED AND ALLEGED IN DECLARATIONS IS, IT HAS 8 THE SAME LOOK AND FEEL. BASICALLY THEY DESCRIBE A TRAVEL BLOG 9 10 WHERE YOU SAY, WOULDN'T YOU LIKE TO TRAVEL TO THIS DESTINATION 11 AND WOULDN'T IT BE GREAT TO WEAR THIS ENSEMBLE THAT DAY? BUT 12 WHAT -- BUT (VERBATIM) YOUR HONOR JUST DESCRIBED WOULD REQUIRE 13 EVIDENCE OF ON THIS DAY I POSTED ABOUT TRAVELING TO ROME AND 14 WEARING THESE PARTICULAR PRODUCTS, AND WEAR TO WANDER DID THE 15 SAME THING THAT'S NOT ALLEGED ANYWHERE. AND TRUTH BE TOLD, I 16 DON'T THINK THAT EVER HAPPENED, RIGHT. SO I DON'T THINK THAT'S 17 PLED OR ALLEGED, AND THEY HAVE A HEAVY BURDEN TO MEET TO GET 18 WHAT THEY'RE ASKING FOR, VERY HEAVY BURDEN TO MEET. CERTAINLY 19 PERHAPS, YOU KNOW, MAYBE IN DISCOVERY THEY FIND SOMETHING LIKE 20 THAT, BUT NONE OF THAT IS IN THE RECORD AT THE MOMENT. I DON'T 21 THINK THEY'RE GOING TO FIND SOMETHING LIKE THAT. IT'S 22 CERTAINLY ALL PUBLICLY AVAILABLE, IF THEY WANTED TO, TO PLEAD 23 SUCH A THING. AND I THINK IT BEARS TO YOUR HONOR'S POINT -- I 24 KEPT WRITING THIS DOWN AS Y'ALL WERE TALKING -- IT SEEMS THAT 25 THERE'S A -- ALMOST A PROXIMATE CAUSE ISSUE IN THAT THAT'S THE

1 SORT OF THING I JUST DESCRIBED THAT YOU WOULD NEED TO SHOW, 2 RIGHT, THAT YOU WOULD NEED TO SHOW THAT HER TIMING WAS 3 IMPECCABLE, SHE WAS BEATING HER TO THE PUNCH PERHAPS EVEN. AND NONE OF THAT'S ALLEGED. NONE OF THAT'S ALLEGED, AND I DON'T 4 5 THINK ANY OF THAT ACTUALLY EXISTS. ON THAT NOTE AS WELL, YOUR HONOR, I'M CURIOUS TO KNOW, YOU 6 7 KNOW, FOCUSING ON THOSE OTHER ELEMENTS, NOT JUST THE MERITS, 8 BUT THE OTHER ELEMENTS, INJUNCTIVE RELIEF. IT SEEMS WE DON'T EVEN KNOW WHAT THE DAMAGES ARE. AND ON THE ONE HAND YOU CAN 9 10 SAY, WELL, MAYBE WE CAN USE DISCOVERY TO FIND THAT OUT, IN 11 WHICH CASE THE COURT SHOULD GRANT THE INJUNCTION. AND ON THE 12 OTHER HAND WOULD SAY, WELL, IF YOU DON'T HAVE ANY DAMAGES, 13 THAT'S A NECESSARY ELEMENT, SO YOU LOSE ALL TOGETHER. AND WHAT'S CURIOUS TO ME IS THIS ISN'T LIKE GOING OUT AND BUYING 14 15 LUNCH TODAY, RIGHT. IF I SAY I'M GOING TO GO TO MCDONALD'S 16 TODAY, THEN THAT'S TO THE DETRIMENT OF WENDY'S, RIGHT. IT'S AN 17 EITHER/OR PROPOSITION. THIS IS NOT AN EITHER/OR PROPOSITION. 18 IT COULD ONLY BE AN EITHER/OR PROPOSITION IN THE SCENARIO I 19 JUST DESCRIBED. AND THAT'S NOT ALLEGED. WHAT WE'RE ALLEGING 20 IS -- TALKING ABOUT IS GENERAL AESTHETICS, NOT SPECIFIC POST 21 WITH SPECIFIC EXACTING CONTENT. NONE OF THAT'S ALLEGED 22 ANYWHERE. AND SO I THINK THAT'S A VERY CRITICAL DIFFERENCE. 23 SO ON TRADE SECRETS, I DON'T THINK WE KNOW WHAT THE BOUNDARIES 24 ARE OF THE TRADE SECRET. AND I THINK THE COURT, ESPECIALLY 25 UNDER RULE 65, IN CONTEMPLATING ISSUING SUCH A ORDER, IT HAS TO

2

3

4

5

6

7

8

9

10

11

12

13

14

15

17

18

19

20

21

22

25

BE VERY SPECIFIC. AND WE STRONGLY DISAGREE THAT THIS IS NOT NARROWLY TAILORED, RIGHT. WHAT THEY'RE ASKING FOR IS THAT MY CLIENT PUT HER INSTAGRAM IN ARCHIVE MODE. IN OTHER WORDS, SHIELD IT FROM PUBLIC VIEW, WHICH WOULD MAKE IT WORTHLESS FOR THE DURATION OF THE PROCEEDING. SO PERHAPS MONTHS OR LONGER, RIGHT, HER BUSINESS IS SHUT DOWN. THAT'S WHAT THEY'RE ASKING FOR. I -- GRANTED THEY'RE NOT ASKING FOR DELETION, RIGHT. BUT IT STOPS RIGHT HERE AND NOW. THAT'S WHAT THEY'RE ASKING FOR. IT SEEMS THE OTHER THING THAT'S QUITE OVERBROAD IS THEY'RE ASKING THE COURT TO SORT OF LET THEM FISH THROUGH ALL MY CLIENT'S ELECTRONICS LOOKING FOR A TRADE SECRET THAT'S NOT DEFINED, RIGHT. THERE HAS TO BE SOME EXACTINGNESS (VERBATIM) THERE TO SOME DEGREE. EVEN DISCOVERY WOULD, RIGHT, PUT SOME CONFINES OVER WHAT PEOPLE CAN LOOK FOR WHEN THEY'RE LOOKING FOR TRADE SECRET. SO I THINK WE NEED TO KNOW WHAT THE TRADE SECRET 16 IS. I DON'T KNOW. I DON'T THINK THERE'S A LOT MORE FOR ME TO SAY ABOUT THE TRADE SECRET ISSUES OTHER THAN IT'S JUST NOT WELL-DEFINED, ALTHOUGH I WILL ADD I THINK IT IS IMPORTANT FOR THE COURT TO NOTE, WHICH REALLY WASN'T DISCUSSED FROM THE PLAINTIFFS UP HERE, IS WHAT REASONABLE MEANS HAVE BEEN USED HERE, RIGHT. SO EVEN IF WE GRANT THAT IT'S BEEN PROPERLY 23 DEFINED, THEN THE NEXT QUESTION IS WHAT PROPER MEANS HAVE BEEN 24 USED. THE ONLY THING INVOKED BY THE PLAINTIFF IS THERE'S PASSWORDS. CLEARLY BY CONTEXT THOSE PASSWORDS ARE, SAY, ON

1 INSTAGRAM. IF ANY OF US GO -- SET UP AN INSTAGRAM ACCOUNT, 2 THERE'S A PASSWORD. THAT'S SIGNIFICANT BECAUSE THAT'S NOT 3 SOMETHING THAT THE PLAINTIFF IMPLEMENTED HERSELF. 4 PASSWORD'S MEANT TO KEEP OUT EVERYBODY BUT MY CLIENT OR THE 5 OWNER, MS. CATHELL. SORRY. I HAVE TO PAUSE. I WAS PRONOUNCING IT DIFFERENTLY. MS. CATHELL. THERE'S NOTHING IN 6 7 WRITING. THERE'S NO CONTRACT SAYING, KEEP THESE THINGS SECRET. AND I DON'T THINK THERE WAS REALLY -- THE ACTUAL EXHIBIT 8 9 SUBMITTED --10 THE COURT: WELL, I THINK THAT THERE IS NOT 11 NECESSARILY A REOUIREMENT. I MEAN, CERTAINLY IT'S BETTER THAT 12 THERE IS MORE FORMALITY WITH THE NON-COMPETE OR A 13 CONFIDENTIALITY AGREEMENT OR SOMETHING IN THAT RESPECT. BUT, I 14 MEAN, I DO THINK THAT THIS CAN ESTABLISHED WITH OF COURSE THE 15 DEALING AND EXPECTATIONS AND KIND OF MORE OF THIS INFORMAL TYPE 16 EVIDENCE TO SHOW THAT THERE IS THIS EXPECTATION AND THIS KIND 17 OF -- THESE STATEMENTS THAT WERE MADE BY THE DEFENDANT IN THESE 18 MESSAGES THAT INDICATED THAT SHE UNDERSTOOD THAT THIS WAS KIND 19 OF A SECRET-TYPE THING BETWEEN THOSE TWO. 20 MR. CONNORS: I AGREE. YOU CERTAINLY DON'T NEED A 21 WRITTEN CONTRACT PER SE, BUT I THINK IT'S VERY IMPORTANT. THE 22 OTHER ISSUE I THINK THAT EXISTS THERE IS THE ACTUAL EVIDENCE, 23 IF YOU LOOK AT THOSE EXHIBITS, IS NO WHERE ANYBODY SAYING, HEY, DID YOU KNOW THIS THING, RIGHT, THIS PARTICULAR DATA, WHICH IS 24 25 NEVER IDENTIFIED, AGAIN, IS SECRET AND I DON'T WANT YOU TO

DISCLOSE IT? THE CLOSEST I SEE IN ONE OF THE TEXTS THAT WERE 1 2 PRESENTED IN THE ORIGINAL COMPLAINT IS ALLUDING TO FINANCIAL 3 DATA. BUT THEN I THINK YOU GO BACK TO THIS CAUSAL PROBLEM WE 4 HAVE, WHICH IS, HOW WOULD KNOWLEDGE OF PARTICULAR PROFITABILITY 5 BE ACTUALLY ANYTHING THAT MY CLIENT WOULD USE OR HAS BEEN 6 ALLEGED TO BE USED TO HER ADVANTAGE? SO THERE HAS TO BE 7 SOMETHING. I WOULD AGREE IT DOESN'T ABSOLUTELY HAVE TO BE A 8 WRITTEN CONTRACT, BUT IT OUGHT TO BE UNDER THESE CIRCUMSTANCES 9 AND WITHOUT THAT, IT'S HER HEAVY BURDEN TO PROVE, RIGHT, TO GET 10 AN INJUNCTION OF THIS KIND, THERE WAS AN ACTUALLY, NOT JUST 11 UNDERSTANDING, BUT AGREEMENT, RIGHT, ESPECIALLY IF SHE'S AN 12 INDEPENDENT CONTRACTOR, THAT THESE CERTAIN THINGS WERE SUPPOSED 13 TO BE KEPT CONFIDENTIAL, WHATEVER THOSE THINGS ARE. SO I THINK THAT'S STILL SIGNIFICANT. 14 15 TO MOVE TO THE -- I'LL SAY TRADEDRESS AND AN OVERARCHING 16 THING THAT DOES CONCERN ME, ESPECIALLY WITH REGARD TO ELEMENT 17 FOUR OF -- FOR INJUNCTIVE RELIEF, SO THAT IS THE POTENTIAL HARM 18 TO THE PUBLIC. AGAIN, I THINK THERE'S A VERY, VERY BROAD 19 POTENTIAL ABUSE OF THE LIMITED MONOPOLY POWER THAT MIGHT ATTACH 20 TO TRADEDRESS, RIGHT. IF WE'RE TRYING TO CONVERT TRADITIONAL 21 TRADE DRESS PROTECTION LIKE THE WRAPPER ON A CANDY BAR, WE'RE 22 TRYING TO CONVERT THAT TO PROTECTION OF AN INSTAGRAM, A 23 GENERALIZED INSTAGRAM AESTHETIC OR A BUSINESS MODEL. AND 24 THAT'S SIGNIFICANT. AND THE -- AND THE REQUESTED ORDER 25 REFLECTS MAKE THIS ARCHIVAL. NOW, GRANTED, I UNDERSTAND THE

ORDER ONLY APPLIES TO MY CLIENT, BUT CONCEIVABLY THE REASONING 1 APPLIES TO EVERYBODY. EVERY COPYCAT ACCOUNT THIS REASONING 2 3 APPLIES TO IF SHE HAS PROTECTABLE TRADEDRESS OF THE KIND 4 DEFINED IN THE COMPLAINT. AND WHAT'S UNUSUAL ABOUT WHAT'S 5 DEFINED IN THE COMPLAINT IS THAT IT'S NOT -- FOR EXAMPLE, A 6 GOOD EXAMPLE, I THOUGHT WE WERE IN ATLANTA. IT MIGHT BE A GOOD 7 EXAMPLE, COCA-COLA, VERY SIMPLE TRADEDRESS. IT HAS A 8 PARTICULAR SHAPE, IT HAS A PARTICULAR DISTINCTIVE RED 9 BACKGROUND, HAS A DISTINCTIVE FONT STYLE, WHICH PROBABLY HAS A 10 NAME. I DON'T KNOW IT. AND IT SAYS COCA-COLA. MAYBE IT SAYS 11 CLASSIC OR CHERRY OR WHATEVER THE FLAVOR IS, RIGHT. YOU NOTICE 12 THERE'S NO COLOR ALLEGED IN THE DESCRIPTION IN THE COMPLAINT 13 WHAT THIS TRADEDRESS IS. THERE'S NO PARTICULARIZED FONT STYLE. 14 THERE'S NO PARTICULARIZED NAME. IN FACT I THINK BY ALL 15 ADMISSIONS EVERYBODY KNOWS THE COURT CAN TAKE JUDICIAL NOTICE 16 OF THE FACT THAT IF YOU GO LOOK AT THESE ACCOUNTS ON INSTAGRAM, 17 THE FIRST THING PROBABLY ANY READER SHOULD NOTICE IS THE 18 ACCOUNT NAME AND THE PICTURE ASSOCIATED. IF YOU GO TO 19 MS. CATHELL'S ACCOUNT, YOU SEE HER PICTURE AND YOU SEE J. 20 CATHELL AFTER EVERY SINGLE POST AND YOU SEE A WATERMARK IN 21 EVERY SINGLE POST. SO WHAT WE'RE LEFT WITH IS BASICALLY A 22 CLAIM TO LAYERING, WHICH THEY'VE ALREADY ADMITTED IN REPLY, 23 THAT'S FUNCTIONAL, WHICH CAN'T BE PROTECTABLE BECAUSE IT 24 MANIPULATES POTENTIALLY THE ALGORITHM THAT LIKE TO KNOW AND 25 INSTAGRAM USE. AND WHAT ARE WE LEFT WITH, WELL, IT LITERALLY

1 DESCRIBES PAIRING AN OUTFIT WITH A PARTICULAR DESTINATION. THAT'S JUST NOT TRADEDRESS. WE'RE NOT DESCRIBING WRAPPERS AND 2 PRODUCT PACKAGING. AND IN THIS CASE WHEN WE'RE TALKING ABOUT 3 4 PRODUCT DESIGN -- AND THE SUPREME COURT CASES WE CITED, VERY 5 HEAVY BURDEN TO DEMONSTRATE THAT PRODUCT DESIGN IS 6 TRADEDRESS-PROTECTABLE BECAUSE NOW YOU'RE GETTING IN THE PATENT 7 AREA AND YOU'RE TRYING -- POTENTIALLY YOU MIGHT BE GIVING A MONOPOLY TO A WHOLE PRODUCT RATHER THAN PARTICULAR SOURCE 8 INDICATOR BRANDING ON THE PRODUCT. AND SO THAT IS, I THINK, AN 9 10 EXCEPTIONAL THING THE COURT NEEDS TO CONSIDER. THIS ISN'T 11 TRADEDRESS-PROTECTABLE. AND, MOREOVER, IT WOULD BE VERY 12 ONEROUS TO ISSUE AN ORDER OF THAT KIND BECAUSE THAT REASONING 13 WOULD APPLY TO COUNTLESS OTHERS ON INSTAGRAM IF YOU CAN PROTECT 14 THE NATURE OF THIS BLOG IN WHICH IT PAIRS OUTFITS WITH 15 DESTINATIONS. AND A PARTICULAR NOTE, YOUR HONOR, THE --16 THERE'S TWO FUNCTIONALITY DOCTRINES REMEMBER. IT'S PLAINTIFF'S 17 BURDEN TO PLEAD THAT IT'S NON-FUNCTIONAL. THAT'S WRITTEN IN 18 THE LANHAM ACT. THERE'S TWO FUNCTIONALITY DOCTRINES WHERE THIS 19 FAILS ON. THE ONE IS CALLED THE CLASSIC DOCTRINE. IT'S STATED IN CASES LIKE TRAFFICS (PHONETIC), U.S. SUPREME COURT CASE 20 21 INVOLVING A ROAD SIGN WITH A SPRING (PHONETIC). THERE ARE 22 OTHERS. ANOTHER PROMINENT ONE WE TALK ABOUT IS LOUBOUTIN, THE 23 FAMOUS SHOE WHERE THEY HAVE A RED UNDERSOLE, BUT THEY TRY TO 24 ASSERT, HEY, WE HAVE -- WE HAVE PROTECTION, TRADEDRESS 25 PROTECTION OVER AN ENTIRELY RED SHOE MADE BY YVES SAINT

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

25

LAURENT1. AND EVERY TIME THOSE COURTS SAID, HEY, LET'S DIAL IT BACK, THAT IS TOO BROAD. YOU CAN'T CLAIM THAT, RIGHT. ESPECIALLY THERE YOU HAVE A FUNCTIONALITY ISSUE. AND MOST SIGNIFICANTLY IN THIS CIRCUIT THE DIPPIN' DOTS CASE VS. -- I ALWAYS FORGET THE LAST NAME -- FROSTY BITES, RIGHT, WHERE WE SAY, HEY, IF THIS HAS SOME FUNCTIONAL PURPOSE THAT IS ALGORITH (VERBATIM) OF IT, END OF DISCUSSION. YOU CAN'T PROTECT IT. AND IN THIS CASE WE HAVE A LOT OF FUNCTIONAL PURPOSES. THE LIKE TO KNOW ALGORITHM AND MANIPULATION IS ONE, BUT MERELY THE FACT OF, IS THIS DICTATED BY THE CIRCUMSTANCES OF INSTAGRAM? AND IT IS. THERE'S ONLY SO MUCH REAL ESTATE TO PUT TEXT DOWN AND PICTURES DOWN. SO OF COURSE IF YOU ENDEAVOR TO MAKE A TRAVEL BLOG IN WHICH YOU'RE GOING TO PUT OUTFITS WITH TRAVEL DESTINATIONS, THEN THIS IS SELF-FULFILLING. AND THE COURTS SAY AND THE ELEVENTH CIRCUIT HAS SAID THAT'S A KILLER, THAT MAKES IT FUNCTIONAL. DIPPIN' DOTS WAS THAT CASE. IF YOU WANT TO MAKE FLASH-FREEZE ICE CREAM THAT COME UP IN LITTLE BEADS, WELL, THE PROCESS OF MAKING IT MAKES THEM COME UP IN LITTLE BEADS, SO IT'S DICTATED BY THE PLATFORM, THE PRODUCT YOU'RE MAKING ITSELF, AND WE'RE NOT GOING TO ALLOW A MONOPOLY ON THAT. THEN THERE'S AESTHETIC FUNCTIONALITY THAT SAYS EVEN GRANTING THAT, IF YOU'VE UNNECESSARY LIMITED POTENTIAL COMPETITORS TO ONLY A FEW VARIATIONS, YOU STILL LOSE. IT'S 24 STILL FUNCTIONAL. AND, AGAIN, WE HAVE THE PROBLEM OF JUST VERY LIMITED REAL ESTATE ON INSTAGRAM. SO I THINK THAT'S ESPECIALLY

```
1
    SIGNIFICANT. FORGIVE ME, YOUR HONOR, I'M TRYING -- I DON'T
   KNOW WHY I'M CONFUSED. I'VE GOT PLENTY OF TIME.
 2
 3
              THE COURT: YOU'VE GOT 15 MINUTES.
 4
             MR. CONNORS: 15 MINUTES. OKAY. FORGIVE ME.
 5
              THE COURT: YES.
             MR. CONNORS: AND THAT GOES TO IRREPARABLE INJURY.
 6
 7
    THINK YOUR HONOR IS RIGHT. IN THE WORST CASE SCENARIO THIS CAN
 8
   BE -- THIS COULD BE FIXED BY MONEY.
              THE COURT: WELL, AND EXPLAIN -- I THINK THAT IT'S --
 9
10
    IT IS A LITTLE COMPLICATED IN TERMS OF I CAN SEE A SCENARIO
11
   WHERE THE PLAINTIFF CAN BASICALLY ARGUE THAT ALL THIS SUCCESS
12
   IS DUE TO THE STOLEN CONFIDENTIAL INFORMATION OR TRADEDRESS OR
13
   UNJUST ENRICHMENT OR ONE OF THESE CLAIMS THAT THEY'RE DEALING
14
   WITH. AND THERE ARE A LOT OF CLAIMS HERE. BUT I THINK WHAT'S
15
   MORE LIKELY IS THAT THERE ARE SOME PURCHASES AND THINGS THAT
16
   HAPPEN APART FROM THE CONFIDENTIAL INFORMATION OR WHATEVER
17
   CLAIM WE'RE GOING ON. SO IT DOES SEEM LIKE IT IS GOING TO BE
18
   VERY DIFFICULT TO PARSE OUT WHAT IS DUE TO THE CONFIDENTIAL
19
    INFORMATION OR SOME OF THESE OTHER THEORIES VERSUS WHAT WAS
    JUST, OH, I LIKE THAT PURSE, YOU KNOW, IT'S CUTE, I BOUGHT IT,
20
21
    THAT SALE MAYBE SHOULDN'T GO TO THE DAMAGES. AND PARSING OUT
22
    WHY INDIVIDUAL PEOPLE MADE THAT PURCHASE SEEMS VERY DIFFICULT.
23
             MR. CONNORS: I WOULD AGREE IT WOULD BE DIFFICULT,
24
   BUT I THINK THAT DIFFICULTY WEIGHS AGAINST THE PLAINTIFF
25
   BECAUSE IT'S THEIR BURDEN TO PROVE DAMAGES IN THE FIRST PLACE.
```

1 IT'S NOT THE SAME TO SAY, BECAUSE IT'S HARD TO PROVE DAMAGES, 2 WE'RE IRREPARABLY HARMED. WELL, NOW THEY JUST HAVE A DAMAGES 3 ISSUES, WHICH REALLY GOES TO AN ELEMENT OF ANY CLAIM YOU PLEAD AT ALL, RIGHT. ANY ELEMENT REQUIRES DAMAGES. THE COURT 4 5 DOESN'T DEAL IN TRIFLINGS, RIGHT. SO THAT'S SIGNIFICANT FOR 6 THE PLAINTIFF. AND HERE AT THIS STAGE THEY HAVE A VERY HEAVY 7 BURDEN TO SAY I'M BEING DAMAGED IN SOME WAY, RIGHT. AND IT'S 8 NOT -- AND IT'S NOT JUST TO SAY, WELL, IT'S HARD TO MEASURE. 9 IT DOESN'T SOUND LIKE IT MAY BE DAMAGES AT ALL BECAUSE, AGAIN, 10 IT'S NOT THE SAME AS ME GOING AND DECIDING I'M GOING TO EAT AT 11 MCDONALD'S TODAY AND NOT BURGER KING. IF BURGER KING WERE 12 RUNNING FALSE ADS, THEN YOU MIGHT BE ABLE TO SHOW RELATIONSHIP 13 BETWEEN THE TWO IF I MADE A PURCHASING DECISION AS A RESULT. THERE'S A WHOLE BUNCH OF DOMINOES THAT HAVE TO FALL IN THIS 14 15 CASE BEFORE WE GET TO THAT CONCLUSION. AND IT'S THEIR BURDEN 16 AND THEY HAVE A HEAVY BURDEN TO SHOW THAT. AND I DON'T THINK 17 THEY'VE SHOWN THAT AT ALL. TRADITIONALLY IN CASES, ESPECIALLY 18 INVOLVING TRADEDRESS MISAPPROPRIATION, BUT ANYTHING, I GUESS 19 WE'D BE DEALING WITH TRADE SECRETS TOO, DEALING WITH 20 COMPETITORS. NOW, I SUPPOSE WE SHOULD SAY YOU NEED SOME KIND 21 OF THIRD-PARTY EVIDENCE, RIGHT, SURVEYS OF CONSUMERS, AT LEAST 22 EVEN -- EVEN WITH REGARD TO THIS RELATED ISSUE OF WHETHER THERE 23 MIGHT BE CONFUSION, I HEARD THAT BROUGHT UP, WHY DOES THIS 24 THING LIKE THIS. WELL, IF WE DRAW THAT BACK TO OUR DISCUSSION, 25 THAT SAYS NOTHING TO US, THAT TELLS US NOTHING ABOUT DID

1 SOMEBODY PURCHASE THIS PURSE THROUGH A LINK FROM MY CLIENT 2 VERSUS MS. CATHELL. WHO KNOWS. 3 THE COURT: WELL, AND I WAS JUST THINKING ABOUT 4 CONFUSION. IT DOES SEEM LIKE CONFUSION IN THIS ARENA IS A 5 DIFFERENT CONCEPT THAN IN SOME DIFFERENT PRODUCTS-TYPE CASES WHERE YOU HAVE -- I MEAN, MAYBE THIS IS TRUE IN THIS SPACE, BUT 6 7 IT SEEMS TO ME THAT CUSTOMERS ARE MORE INTERESTED IN THE 8 PRODUCT, WHETHER THEY LIKE IT OR NOT, THAN NECESSARILY BRAND LOYALTY TO SOMEONE THAT RUNS A SITE. AND SO CONFUSION IS AN 9 10 INTERESTING ISSUE HERE BECAUSE EVEN IF THERE IS CONFUSION, THAT 11 DOESN'T NECESSARILY MEAN THAT SOMEONE WAS GOING WITH -- IT'S A 12 DIFFERENT CONCEPT WITH THESE BLOGS THAN I THINK IT WOULD BE, 13 LIKE, I'M TRYING TO BUY A KIND OF GLUE, I THOUGHT THIS WAS THIS 14 GLUE AND NOT THAT GLUE. THEY ACTUALLY ARE BUYING THE PURSE 15 THAT THEY WANT. 16 MR. CONNORS: I AGREE, YOUR HONOR, BECAUSE CONFUSION, 17 YOU KNOW, TALKING ABOUT TRADEDRESS -- IT'S AN ELEMENT OF 18 TRADEMARK INFRINGEMENT -- WOULD NOT BEAR ON THE PARTICULAR 19 PRODUCT THEY'RE ADVERTISING THAT DAY. THE CONFUSION WOULD HAVE 20 TO BE, I WAS LOOKING AT WEAR TO WANDER. THAT'S THE PRODUCT, 21 RIGHT. THE PRODUCT IS THE BLOG ITSELF, THE INSTAGRAM ACCOUNT 22 ITSELF. SO THE CONFUSION THAT THE PLAINTIFF WOULD HAVE TO SHOW 23 IS, I WAS LOOKING AT WEAR TO WANDER THINKING IT WAS J. CATHELL. 24 AND THAT'S, I THINK ON ITS FACE, JUST CAN'T BE TRUE BECAUSE OF 25 THE NATURE OF INSTAGRAM AND THAT YOU CAN SEE WHO THE ACCOUNTS

BELONG TO AND THERE ARE WATERMARKS. LAYOUT IS NOT SOURCE 1 INDICATOR. SO ANYBODY THAT SAYS TO MS. CATHELL OR ANYBODY ELSE 2 3 THAT SIMPLY SAYS, MAN, THESE TWO LOOK ALIKE, THAT'S NOT TRADEMARK CONFUSION, RIGHT. THAT'S SOMETHING ELSE. THAT MIGHT 4 BE A RANGE OF THINGS, RIGHT. THAT MIGHT BE ANYTHING FROM, YOU 5 SHOULD STOP THAT COPYCAT. I MEAN, AS AN I.P. ATTORNEY I GET 6 7 THAT ALL THE TIME, BUT WE HAVE TO BE A LITTLE BIT MORE EXACTING 8 THAN THAT AS FAR AS TRADEMARK LAW IS CONCERNED. SO REALLY I 9 THINK WHAT YOUR HONOR IS DESCRIBING IS BRAND LOYALTY IN THIS 10 CASE -- MAN, I KEEP USING THE EXAMPLE OF MCDONALD'S. MAYBE I 11 HAVE A LITTLE BRAND LOYALTY TO MCDONALD'S, RIGHT. BUT BRAND 12 LOYALTY HERE IS I FOLLOW J. CATHELL ON INSTAGRAM AND I LIKE THE FASHIONS SHE PUSHES AND I'D BE INTERESTED IN PURCHASING THOSE 13 14 THINGS AND I LOOK AT HER ALL THE TIME. THAT DOESN'T SEEM TO 15 REALLY INTERFERE WITH SOMEBODY WHO SAYS, YOU KNOW WHAT, I LIKE 16 WEAR TO WANDER BETTER BECAUSE I LIKE THEIR PICS OR I LIKE THE 17 TEXTS THEY WRITE, WHICH IS ALL GOING TO VARY, RIGHT, THE 18 DESCRIPTIVE TEXTS AND THE TRAVEL DESTINATIONS WENT WHEREVER 19 ELSE. AND WHAT'S CRITICAL, TOO, IS IF YOU GO -- YOU KNOW, AND 20 JUST PULL UP INSTAGRAM AND LOOK AT THESE TWO ACCOUNTS, J. 21 CATHELL IS PROMINENT, RIGHT. SHE -- HER FACE AND SHE'S 22 MODELING THE CLOTHES IN MANY OF HER POSTS. PEOPLE DON'T LOOK 23 AT AN INDIVIDUAL POST ON INSTAGRAM. THEY LOOK AT THE WHOLE 24 PANOPLY OF POSTS. IF YOU LOOK AT MY CLIENT'S POST, YOU'LL 25 NEVER -- YOU KNOW, THE FIRST TIME YOU MAY HAVE SEEN HER FACE IS

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

TODAY. SHE DOESN'T SHOW UP ON ANY OF THOSE THINGS. THAT'S SUBSTANTIALLY DIFFERENT. I DON'T SEE HOW CONFUSION COULD RESULT, AND, THEREFORE, THERE'S A LOW LIKELIHOOD OF SUCCESS ON THE MERITS OF THIS GIVEN THOSE CIRCUMSTANCES. THE COURT: WHY DON'T YOU TALK ABOUT THE EMPLOYEE INDEPENDENT CONTRACTOR ISSUE. I DIDN'T TALK WITH PLAINTIFF'S COUNSEL ABOUT THAT, BUT IT IS AN IMPORTANT ISSUE THAT I'M FAMILIAR WITH FROM THE BRIEFING. MR. CONNORS: YES, YOUR HONOR. IT'S AN INTERESTING PROBLEM BECAUSE ON THE ONE HAND JUST AT THE OUTSET I'D SAY SOME OF THE ISSUES WE JUST TALKED ABOUT DON'T RELY UPON IT, RIGHT. YOU CAN CONCLUDE THAT THERE'S NO BOUNDED TRADE SECRET AND YOU DON'T HAVE TO MAKE ANY CONCLUSION ABOUT EMPLOYMENT VERSUS INDEPENDENT CONTRACTOR. YOU CAN CONCLUDE THIS ISN'T TRADEDRESS -- THAT TRADEDRESS IS NOT RELATED TO IT AT ALL. THE COURT: RIGHT. MR. CONNOR: BUT AS TO EMPLOYMENT, AT A MINIMUM, I THINK AT A VERY MINIMUM WE HAVE A SIGNIFICANT FACT DISPUTE THAT MIGHT ALTER THE CALCULUS. AND IN MY ESTIMATION IT'S ON A SPECTRUM. NO MATTER WHOSE LAW YOU LOOK AT -- AND IT'S INTERESTING BECAUSE THE ONLY LAW WE REALLY HAVE TO LOOK AT IS WAGE AND HOUR, WORKER'S COMP. THERE IS ONE SUPREME COURT CASE I THINK WE CITED IN OUR BRIEF CALLED COMMUNITY FOR CREATIVE NON-VIOLENCE VS. REED (PHONETIC). THAT DEALS WITH COPYRIGHT BECAUSE THIS COMES UP IN COPYRIGHT BECAUSE OF THE PARTICULARITY

OF COPYRIGHT. IT DEPENDS WHO OWNS IT BASED UPON INDEPENDENT 1 CONTRACTOR VERSUS EMPLOYMENT. BUT THAT ALL IS TO SAY WE'RE 2 3 APPLYING SOME LAW THAT'S A LITTLE UNUSUAL BECAUSE NOW WE'RE ASKING OURSELVES, WELL, WHAT DUTIES MIGHT BE INVOKED? AND I DO 4 5 THINK THEY'RE DIFFERENT, WHETHER THEY'RE AN INDEPENDENT CONTRACTOR VERSUS AN EMPLOYEE. AND THEY CERTAINLY DO HINGE 6 7 UPON CONTROL, BUT CONTROL IS A SPECTRUM. IF I HIRE A PLUMBER 8 AND ASK THE PLUMBER TO BE THERE, AND WE DECIDE HE'S GOING TO BE 9 THERE AT 2:00, AND HE'S GOING TO FIX MY TOILET, I AM GOING TO 10 HAVE A DEGREE OF CONTROL OVER HIM AT THAT TIME. 11 ONE OF THE CASES THE PLAINTIFF CITED IN HER BRIEF, IT WAS 12 CALLED -- IT'S CALLED STOLLARD FILMS VS. BERNECKER (PHONETIC). 13 THAT INVOLVED A STUNTMAN ON A MOVIE PRODUCTION. AND THEY WERE 14 FIGHTING OVER INDEPENDENT CONTRACTOR VERSUS EMPLOYMENT STATUS. 15 OF COURSE, INTERESTINGLY ENOUGH, THESE CASES FREQUENTLY ARE THE 16 PROSPECTIVE EMPLOYEE (VERBATIM) WANTING TO GET OUT OF PAYING 17 BENEFITS OR WORKERS' COMP. THAT'S WHAT THIS CASE IS ABOUT, 18 WHICH IS INTERESTING HERE BECAUSE NOW OUR EMPLOYER, RESPECTIVE 19 EMPLOYER, WANTS THE BENEFITS OF SOMETHING SHE NEVER ACTUALLY 20 PAID THE GOVERNMENT FOR, SO TO SPEAK, BECAUSE SHE NEVER 21 WITHHELD TAXES, SHE NEVER PAID PAYROLL TAXES, SHE NEVER PAID 22 WORKER'S COMP, OR SHE NEVER DID ANY OF THAT -- IF WE HAVE A 23 1099, WHICH IS UNDISPUTED. SO IN THAT CASE WITH THE STUNTMAN 24 RIGHT, EVEN THEN YOU CAN SEE VERY, VERY DEEP CONTROL. AND THE 25 COURT RULED HE WAS AN EMPLOYEE. SO STUNTMAN, AS YOU CAN

IMAGINE, IS TO SHOW UP, USE ALL THE THINGS THE MOVIE PRODUCTION 1 2 GIVES THEM, ALL THE SAFETY EQUIPMENT, ALL THE PROPS, HAS TO BE 3 VERY EXACTING. AND THE COURT GOES INTO GREAT DETAIL SAYING IN FACT WE TELL THE STUNTMAN HOW HIS ARM'S GOING TO BE POSED, VERY 5 EXACT. AND SO THERE'S A INCREDIBLE AMOUNT OF CONTROL, SO HE MUST BE AN EMPLOYEE, AND, THEREFORE, HE'S ENTITLED TO WORKER'S 6 7 COMP, RIGHT. WE DON'T HAVE THAT HERE. WE CERTAINLY HAVE SOME 8 CONTROL. YOU'RE ALWAYS GOING TO HAVE SOME CONTROL, JUST LIKE 9 ME AND THE PLUMBER I HIRED TO FIX MY TOILET. BUT NOT THE LEVEL 10 OF CONTROL THAT MAKES THIS AN EMPLOYMENT CIRCUMSTANCE, RIGHT. 11 WHAT YOU HAVE IS INTERMITTENT CONDUCT. YOU DON'T HAVE A TIME 12 AND PLACE SOMEBODY SHOWS UP TO. YOU HAVE, I THINK, NO DISPUTE 13 THAT MY CLIENT KIND OF DID HER WORK AS SHE PLEASED, AND THAT THINGS WERE SCHEDULED TO GO SORT OF AS THEY WERE. GRANTED, I 14 15 THINK MAKES SINCE IN THIS CASE THAT MS. CATHELL WOULD SAY, I'D 16 LIKE YOU TO POST THIS SOMETIME THIS DAY, RIGHT. THESE ARE ALL 17 NATURAL INCLINATIONS OF THE WORK WE'RE TALKING ABOUT HERE, BUT 18 THEY DON'T RESULT IN EMPLOYMENT. AND AT A MINIMUM FOR THIS 19 HEARING THEY DON'T SHOW THE -- MEET THE HEAVY BURDEN OF A 20 LIKELIHOOD OF SUCCESS ON THE MERITS BECAUSE THERE'S OBVIOUSLY 21 SIGNIFICANT DOUBT. AND HONESTLY THERE'S MORE STUFF I MIGHT 22 EVEN LIKE TO KNOW IN DISCOVERY, FRANKLY. BUT AT THE OUTSET I 23 THINK MAYBE THE BIGGEST GUIDING LIKE HERE WOULD BE, THE 24 PLAINTIFF SHOULDN'T BE ABLE TO HAVE HER CAKE AND EAT IT, TOO. 25 SHE DIDN'T PAY FOR ANY OF THE BENEFITS SHE'D NORMALLY PAY, ALL

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

THE BURDENS YOU WOULD HAVE GO -- HAVE ON THE -- WITH THE GOVERNMENT ON TAXES AND WORKERS' COMP AND UNEMPLOYMENT. NOW WHEN SHE WANTS A DUTY, RIGHT, WHEN THE PLAINTIFF WANTS A DUTY THAT WOULD ARISE IN EMPLOYMENT, WE SAY IT'S EMPLOYMENT, THAT THERE'S A HEAVY BURDEN OF -- TO COME OVER THAT, AND THEN YOU COMBINE THE FACT THAT THERE'S NOTHING IN WRITING BETWEEN THE TWO EVEN SAYING, SETTING OUT ANY OF THE TERMS WE'RE TALKING ABOUT, AT BEST WE'RE TALKING ABOUT SOME COURSE OF DEALING, AND THAT'S QUITE SPECULATIVE AT THIS STAGE I'D SAY. SO, YOUR HONOR, I THINK THAT LEAVES US WITH -- YOU'VE ALLUDED TO THESE VARIOUS STATE LAW CLAIMS. YOU KNOW, I HESITATE TO SIT AND REFUTE EVERY ONE. I THINK THEY'RE ALL VARIOUSLY TIED TO EITHER THE FEDERAL CLAIMS TRADE SECRET --TRADE SECRET -- OR, EXCUSE ME -- TRADEDRESS MISAPPROPRIATION. YOU KNOW, MOREOVER, WE DO -- I KNOW IT'S NOT SET BEFORE THE COURT TODAY, SO I'M NOT ATTEMPTING TO ARGUE EXCEPT THAT WE DO HAVE A MOTION TO DISMISS. CERTAINLY, RIGHT, IF YOU RULED POSITIVELY FOR OUR SIDE ON THE MOTION TO DISMISS, THEN THE COURT SHOULDN'T BE ISSUING AN INJUNCTION ON ANY OF THE STATE ISSUES. AND THERE'S A SIGNIFICANT ISSUE BECAUSE PERHAPS THE COURT DOESN'T WANT TO EXERCISE SUPPLEMENTAL JURISDICTION IF YOU CONCLUDE THAT THOSE TWO FEDERAL CLAIMS ARE NOT SUFFICIENTLY PLED. AND SO I ENCOURAGE THE COURT, THEN, ON THOSE STATE ISSUES TO CONSIDER THAT AND ALSO TO CONSIDER THE FACT THAT EVERY SINGLE ONE OF THOSE, THE DAMAGES ARE TIED TO ONE OF THE

FEDERAL CLAIMS, RIGHT. SO, FOR EXAMPLE, CONVERSION. AND 1 2 CONVERSION'S A GOOD EXAMPLE BECAUSE YOU CAN'T CONVERT INTANGIBLE PROPERTIES. THE ALLEGATION'S BASICALLY YOU STOLE 3 THE TRADE SECRETS. WELL, THAT'S INTANGIBLE. AND EVEN BY THEIR 4 5 OWN ACCOUNT, NOTHING'S IN WRITING, SO IT'S NOT LIKE THEY'RE ALLEGING MY CLIENT TOOK A DIGITAL FILE OR SOMETHING IN WRITING 6 7 BECAUSE THEIR COMPLAINT SAYS THERE'S NOTHING IN WRITING ABOUT 8 ANY OF THESE TRADE SECRETS. ON THE MERITS, THAT'S NOT A CONVERSION CLAIM. IT HAS TO BE CHATTEL PROPERTY. 9 BUT 10 MOREOVER, RIGHT, WHAT ARE THE DAMAGES, YOU TOOK A TRADE SECRET. 11 WELL, IF THE COURT CONCLUDES THAT WE DON'T HAVE A SUFFICIENTLY 12 BOUNDED TRADE SECRET PLED, THEN THAT CLAIM GOES AWAY ANYWAY. 13 AND THAT'S TRUE OF ALL OF THOSE CLAIMS AS WAS CITED IN OUR 14 BRIEF. SO, YOU KNOW, I WOULD URGE THE COURT, ESPECIALLY, I 15 THINK, TO THE PUBLIC HARM, THE HARM THAT WOULD BE CAUSED TO MY CLIENT, WHICH I THINK GREATLY OUTWEIGHS POTENTIAL MONEY RELIEF 16 17 AS TO THE THIRD ELEMENT OF INJUNCTIVE RELIEF, AND EVEN AS TO 18 IRREPARABLE HARM, I'M JUST NOT SEEING IT. SO I'D ENCOURAGE THE 19 COURT TO DENY THE MOTION FOR PRELIMINARY INJUNCTION. THANK 20 YOU, YOUR HONOR. THE COURT: THANK YOU. 21 22 NOW, LET ME TALK TO YOU -- THERE'S A LOT OF DIFFERENT 23 THINGS TO TALK ABOUT, AND SO LET ME JUST START OFF WITH THE 24 T.R.O., BUT THAT'S WHAT WE'RE HERE TO TALK ABOUT TODAY, IS 25 WHETHER OR NOT THE T.R.O. SHOULD BE GRANTED. AND AS IT'S BEEN

2

3

4

5

6

7

8

9

10

11

12

13

14

15

17

18

19

20

21

22

25

SAID, THIS IS WHAT'S CALLED EXTRAORDINARY RELIEF. AND IT'S A HIGH BURDEN FOR THE PLAINTIFF. THE PLAINTIFF HAS TO COME IN AND ESTABLISH ALL OF THESE FACTS. AND BASICALLY IT'S KIND OF THE COURT INITIALLY DECIDING THAT THE PLAINTIFF IS GOING TO WIN AND PRESERVING THE STATUS QUO. SO IT'S A DIFFICULT REMEDY TO GET AND IT'S A HIGH BURDEN, WHICH IS DIFFERENT THAN THE BURDEN THAT COMES ALONG LATER IN THE CASE. AND ONE OF THE FACTORS THE COURT LOOKS AT FIRST IS A SUBSTANTIAL LIKELIHOOD OF SUCCESS ON THE MERITS. AND IT'S JUST NOT A LIKELIHOOD. IT'S A SUBSTANTIAL LIKELIHOOD OF SUCCESS ON THE MERITS. AND THERE ARE 14 COUNTS IN THIS CASE. SOME OF THEM ARE BETTER THAN OTHERS. SOME OF THEM ARE ACTUALLY, I THINK, ALMOST FRIVOLOUS, BUT SOME OF THEM ARE POTENTIALLY WITH MERIT. THE TWO CATEGORY -- WELL, I GUESS THE THREE CATEGORIES THAT ARE KIND OF THE MORE CONCRETELY BRIEFED AND DISCUSSED ARE THE EMPLOYMENT-RELATED 16 CLAIMS, THE TRADE SECRET CLAIMS, AND THE TRADEDRESS CLAIMS. IN LOOKING AT THE EMPLOYEE CLAIMS, THERE JUST SEEMS TO ME A LOT OF QUESTIONS OF FACT ON THIS ISSUE. AND WHAT THAT MEANS IS THAT I HAVE NOT SEEN THAT IT'S BEEN PROVEN AT THIS STAGE BEFORE DISCOVERY, THAT THE DEFENDANT WAS AN EMPLOYEE WHO HAD THESE DIFFERENT EMPLOYEE-RELATED OBLIGATIONS. I DON'T KNOW WHAT ULTIMATELY THE ANSWER IS, BUT IT LOOKS LIKE THERE ARE 23 FACTS ON BOTH SIDES. AND IT LOOKS LIKE IT'S GOING TO BE A 24 OUESTION THAT MAY ULTIMATELY BE RESOLVED BY A JURY OR THAT WE'VE GOT TO GET THE FACTS MORE CONCRETELY ESTABLISHED. SO FOR

1 THOSE CLAIMS I DO NOT FIND THAT THERE WAS A SUBSTANTIAL 2 LIKELIHOOD OF SUCCESS ON THE MERITS. 3 IN TERMS OF THE TRADE SECRET RELATED CLAIMS, I'M STILL 4 HAVING TROUBLE WITH THE DEFINITION OF WHAT THESE TRADE SECRETS 5 ACTUALLY ARE. AND IF I WERE TO GRANT AN INJUNCTION AND I HAVE 6 TO SAY WHAT THE TRADE SECRETS ARE, I'M STILL HAVING A 7 DIFFICULTY IN KIND OF PULLING OUT THE SECRET PART FROM THE PUBLIC PART. THERE ALSO SEEMS TO BE SOME PRETTY BIG QUESTIONS 8 9 AS TO WHETHER THESE TRADE SECRETS WERE APPROPRIATELY PROTECTED, 10 AND, AGAIN, WHETHER THIRD PARTIES SUCH AS LIKE TO KNOW HAD 11 ACCESS TO THIS INFORMATION. SO THAT IS A DIFFICULT PART AS 12 WELL. AND I ALSO DON'T FIND THAT IT'S BEEN ESTABLISHED THAT 13 THE DEFENDANT IS -- HAS MISAPPROPRIATED THE TRADE SECRETS AND 14 IS ACTUALLY USING THE TRADE SECRETS. I THINK THAT THERE 15 CERTAINLY IS EVIDENCE THAT IF THERE ARE TRADE SECRETS, SHE'S 16 LIKELY USING THEM. BUT IT'S, AGAIN, ALL THE PLAINTIFF HAS IS 17 THIS ARGUMENT THAT SHE HAD ACCESS TO TRADE SECRETS AND HER SITE 18 PUBLICLY LOOKS LIKE THE SITE -- WHICH I THINK IS TRUE. IT DOES 19 LOOK LIKE IT -- THAT THESE SITES LOOK ALIKE, SO, THEREFORE, SHE 20 MUST BE USING THE TRADE SECRETS. BUT THAT'S SOMETHING THAT HAS 21 TO BE ESTABLISHED, AND I DON'T FIND THAT THESE FACTORS HAVE 22 BEEN MET. 23 THE TRADEDRESS ISSUE TO ME IS COMPLICATED. AND I THINK 24 THAT THERE ISN'T A LOT OF LAW THAT I'VE SEEN THAT DEALS WITH 25 THIS SPACE AND LOOKING AT KIND OF WHAT CAN BE TRADEDRESS IN

1 DEALING WITH THESE KIND OF BLOGS AND INSTAGRAM SITES AND THINGS OF THAT NATURE, AND WHAT IS FUNCTIONALITY VERSUS WHAT IS 2 3 NON-FUNCTIONAL THAT GETS A MORE DEGREE OF PROTECTION. AND I'M 4 ALSO CONCERNED WITH WHAT THE DEFENDANT STATED, WHICH IS THIS 5 IDEA THAT IF I FIND THAT THERE IS A SUBSTANTIAL LIKELIHOOD OF SUCCESS ON THE MERITS, THAT THIS PROTECTED TRADEDRESS THAT THE 6 7 DEFENDANT HAS COPIED, THEN WHAT DOES IT DO TO THIS COPYCAT 8 ISSUE AND THE FACT THAT SOMEBODY CANNOT USE CONFIDENTIAL 9 INFORMATION AND THAT IT WOULD BE A REALLY BROAD FINDING HERE. 10 AND WHO WAS FIRST, WHO IS SECOND. IT'S CERTAINLY EASY TO 11 DETERMINE HERE, BUT NOT ACROSS THE INTERNET. I'M NOT SAYING 12 THAT THERE ISN'T POTENTIALLY A TRADEDRESS CLAIM. IT'S JUST 13 THAT IT'S NOT A SUBSTANTIAL LIKELIHOOD OF SUCCESS ON THE 14 MERITS. AND THIS IS SOMETHING THAT'S GOING TO HAVE TO BE 15 BRIEFED IN MORE DETAIL AND KIND OF DEALT WITH. AND CERTAINLY 16 IT MAY BE THAT THE PLAINTIFF PREVAILS ON THIS, BUT I DON'T SEE 17 THAT IT'S CLEAR ENOUGH TO WARRANT AN INJUNCTION. 18 NOW, THE IRREPARABLE INJURY PROBLEM IS ALSO ONE THAT I 19 HAVE SOME STRONG CONCERNS ABOUT, AND I DON'T FIND THAT THE 20 PLAINTIFF HAS MET THE BURDEN ON THAT PIECE BECAUSE IT'S NOT 21 CLEAR THAT JUST BECAUSE THE DEFENDANT IS SUCCESSFUL, THAT THAT 22 HAS MEANT THAT THE PLAINTIFF IS LESS SUCCESSFUL. I DON'T KNOW 23 THAT WE CAN SAY THAT. IT'S ALSO UNCLEAR ULTIMATELY WHAT THE 24 DAMAGES ARE HERE FROM THESE INDIVIDUAL CLAIMS AND HOW THIS IS 25 GOING TO BE CALCULATED. SO IT'S NOT CLEAR TO ME THAT THE

1 PLAINTIFF HAS SHOWN THAT SHE IS LOSING CUSTOMERS BECAUSE OF 2 DEFENDANT'S USE OF CONFIDENTIAL INFORMATION VERSUS HER USE OF 3 JUST THIS KIND OF PUBLICLY AVAILABLE INFORMATION, AND THAT 4 PEOPLE HAVE STOPPED GOING TO THE PLAINTIFF'S SITE OR STOPPED 5 BUYING FROM THE PLAINTIFF BECAUSE THE DEFENDANT'S SITE IS USING THIS CONFIDENTIAL INFORMATION OR THIS COPY TRADEDRESS 6 7 INAPPROPRIATELY -- OR TYING THIS BACK TO THAT. I JUST DON'T 8 THINK THAT THAT HAS BEEN DEMONSTRATED. 9 THE BALANCE OF THE HARMS IS TIED A LITTLE BIT TO THE OTHER 10 FACTORS. I THINK THAT YOU'VE GOT THE FACT THAT CERTAINLY THE 11 INJUNCTION THAT THE PLAINTIFF IS ASKING FOR WOULD CAUSE GREAT 12 HARM TO THE DEFENDANT. THERE ARE WAYS TO MAYBE HAVE A 13 DIFFERENT KIND OF LESSER INJUNCTION THAT MIGHT BE LESS HARMFUL, 14 BUT CERTAINLY I THINK THERE WOULD BE A LOT OF HARM TO THE 15 DEFENDANT. AND THE PLAINTIFF'S ARGUMENT ON THE BALANCE OF 16 HARMS IS THAT THIS IS NOT JUST ANOTHER COMPETITOR. THIS IS A 17 COMPETITOR THAT'S USING TRADE SECRETS, THE CONFIDENTIAL 18 INFORMATION, BUT THAT IS STILL A QUESTION. 19 THE HARM TO THE PUBLIC, THAT KIND OF GOES BOTH WAYS EXCEPT 20 AS IT RELATES TO, I THINK, THIS IDEA OF THESE MORE GENERIC 21 COPYCAT WEBSITES AND HOW THIS MIGHT IMPACT THEM. BUT OVERALL I 22 DO THINK THAT THE PLAINTIFF HASN'T MET THEIR BURDEN TO GET AN 23 INJUNCTION, SO I'M NOT GOING TO GRANT THE INJUNCTION. 24 ME ALSO SPEAK TO SOME OTHER ISSUES. NOT GRANTING AN INJUNCTION 25 IS NOT AT ALL THE SAME THING AS SAYING THAT I THINK THAT THE

1 PLAINTIFFS HAVE A BAD CASE AND THAT THE CASE IS GOING TO BE 2 DISMISSED. THE OTHER THING THAT I WILL SAY IS THAT IF A JURY 3 LOOKS AT THIS, THEY'RE GOING TO SEE SOME, FOR LACK OF A BETTER 4 WORD, KIND OF SKETCHY BEHAVIOR AND MAYBE A BETRAYAL OF TRUST. AND JURIES DON'T LIKE THAT. I DON'T KNOW WHICH OF THESE 14 5 CLAIMS IS GOING TO MAKE IT ALL THE WAY THROUGH, IF ANY. THAT'S 6 7 A QUESTION THAT'S LEFT FOR ANOTHER DAY, BUT A JURY'S NOT GOING 8 TO LIKE YOU SENDING THESE TEXTS TO THE PLAINTIFF THE WHOLE TIME 9 YOU WERE OPERATING A SECRET BUSINESS THAT LOOKS A WHOLE LOT 10 LIKE HERS. SO MAYBE THERE'S NOT TECHNICALLY TRADEDRESS 11 VIOLATIONS OR TECHNICALLY THEFT OF TRADE SECRETS. I DON'T KNOW 12 IF THERE IS OR ISN'T, BUT IF ONE OF THESE CLAIMS MAKES IT 13 THROUGH, THEY'RE NOT GOING TO LIKE THIS. THIS IS NOT A GOOD 14 LOOK FOR YOU. AND SO FINDING THAT THE PLAINTIFF HASN'T MET 15 THIS EXTRAORDINARY BURDEN IS NOT SAYING THAT THE COURT BELIEVES 16 THE PLAINTIFF DOES NOT HAVE A CASE. THAT'S A WHOLE DIFFERENT 17 CALCULATION FOR ANOTHER DAY. I THINK IT'S IMPORTANT THAT 18 YOU'RE BOTH HERE AND YOU'RE HEARING HOW THIS IS COMING OUT 19 BECAUSE I THINK PEOPLE GET VERY PERSONALLY INVOLVED IN CASES 20 AND IT CAUSES THEM SOMETIMES TO NOT LOOK AT THE TECHNICAL 21 BURDENS AND WHAT THE LAW REQUIRES TO PROVE AND HOW THIS IS 22 GOING TO BE PROVED AND HOW DAMAGES ARE GOING TO BE MEASURED. 23 AND EVEN THOUGH I'M NOT SHUTTING DOWN YOUR SITE, IT'S POSSIBLE 24 THAT YOU HAVE TO GIVE BACK ALL THE MONEY THAT YOU EARNED FROM 25 YOUR SITE. SO DEALING WITH THIS SOONER THAN LATER, IT'S GOING

TO BE, I THINK, VERY IMPORTANT FOR BOTH OF YOU. THE LEGAL FEES 1 2 THAT Y'ALL ARE PAYING TO DEAL WITH THIS ARE PROBABLY PRETTY 3 HIGH GIVEN THE NUMBER OF PEOPLE I SEE HERE. AND SO WHAT I'M 4 GOING TO DO IS I'M GOING TO ENTER AN ORDER DOING THIS. GOING TO ORDER YOU TO MEDIATION. I THINK Y'ALL NEED TO THINK 5 ABOUT WHAT A RESOLUTION OF THIS LOOKS LIKE. I DON'T THINK 6 7 ANYONE IS NECESSARILY GOING TO GET EVERYTHING THEY WANT IN TWO 8 YEARS DOWN THE ROAD, WHICH IS PROBABLY WHAT THIS IS GOING TO TAKE, IN EXPERTS AND DEPOSING PEOPLE AT INSTAGRAM POTENTIALLY. 9 10 THIS IS GOING TO CREATE ITS OWN SET OF ISSUES. Y'ALL ARE GOING 11 TO HAVE THIS HANGING OVER YOU FOR A LONG PERIOD OF TIME. 12 GUARANTEE THAT BOTH OF YOU ARE VERY STRESSED OUT ABOUT THIS AND 13 THIS IS CAUSING A LOT OF DRAMA IN YOUR LIVES. AND SO YOU ARE GOING TO BE MUCH BETTER OFF IF YOU CAN COME UP WITH A WAY TO 14 15 RESOLVE THIS AND THINK ABOUT WHAT THAT MIGHT LOOK LIKE. AND SO 16 YOU'RE NOT REQUIRED TO SETTLE THE CASE. THERE'S NO REQUIREMENT 17 EVER THAT SOMEONE SETTLE A CASE. I CAN'T MAKE YOU DO THAT, BUT 18 I THINK THAT THIS KIND OF SCORCHED-EARTH APPROACH IS NOT GOING 19 TO BE HELPFUL FOR ANYBODY LONG TERM. AND SO THERE ARE WAYS TO 20 CRAFT RESOLUTIONS. THERE ARE WAYS TO KIND OF MAYBE CHANGE IN 21 SOME WAY THE SITE. THERE COULD BE WAYS THAT OVER A PERIOD OF 22 TIME A CERTAIN COMMISSION IS PAID TO THE PLAINTIFF UNTIL IT'S 23 AGREED UPON. THERE ARE LOFTS WAYS TO RESOLVE THIS. AND IF YOU GO ALL THE WAY TO A JURY, JURIES ARE VERY BLUNT-FORCED TOOLS. 24 25 AND SO MAYBE THEY DO AWARD A LOT OF THE DAMAGES TO PLAINTIFF,

1 BUT COULD THE DEFENDANT EVEN PAY THEM? YOU'RE LOOKING AT 2 SCENARIOS WHERE PEOPLE MAY NOT GET WHAT THEY WANT AND WILL HAVE 3 TO GO THROUGH THIS FOR A COUPLE OF YEARS AND PAY A LOT OF 4 ATTORNEY'S FEES. AND SO I THINK THAT EVERYONE KIND OF NEEDS TO 5 STEP BACK AND THINK ABOUT WHAT THEY WANT TO ACCOMPLISH. AND SO 6 I AM GOING TO ORDER THE CASE TO MEDIATION. IF IT DOESN'T 7 RESOLVE, THEN WE'LL PICK BACK UP IN DISCOVERY, AND I'LL RULE ON 8 THE MOTION TO DISMISS. I DO WANT THE MEDIATION TO HAPPEN 9 BEFORE THE MOTION TO DISMISS IS RULED ON, AND RELATIVELY SOON. 10 JUST MY GUT IS THAT PROBABLY SOME OF THESE CLAIMS ARE GOING 11 AWAY, BUT NOT ALL OF THEM. AND SO THERE ARE SOME THAT SEEM TO 12 BE KIND OF, LIKE, CLAIM NUMBER 13 OR 12 SEEMS TO BE MAYBE A 13 REACH, BUT THERE ARE CLAIMS IN THERE THAT LOOK LIKE THERE MIGHT 14 BE SERIOUS QUESTIONS OF FACT THAT WOULD TAKE IT TO THE NEXT 15 LEVEL. AND SO SOME OF THE PROBLEMS THAT CONCERN ME AT A T.R.O. 16 MAY NOT BE AS OF AS MUCH CONCERN FOR A MOTION TO DISMISS. 17 THAT'S WHAT I'M GOING TO DO. I'M NOT GOING TO ENTER A SEPARATE 18 ORDER ON THE T.R.O. THE TRANSCRIPT HAS ALL MY FINDINGS ON THAT 19 SO THAT YOU CAN HAVE ACCESS TO THAT. AND SO I DO APPRECIATE 20 YOU ANSWERING MY OUESTIONS. I HAVE A LOT OF OUESTIONS. I 21 THINK THAT IT'S IMPORTANT TO REMEMBER THAT I COME IN AFTER 22 READING EVERYTHING AND TRYING TO FIGURE OUT WHAT DECISION I'M 23 GOING TO MAKE AND WHAT ISSUES ARE THE HARDEST FOR YOU. 24 WHAT I WANT TO ASK YOU ABOUT ARE THE THINGS THAT I THINK ARE 25 GOING TO CAUSE YOU THE MOST PROBLEM SO THAT YOU CAN ADDRESS

```
THEM. SOME OF THE ISSUES I DIDN'T ASK YOU ABOUT AS MUCH ARE
 1
 2
   BECAUSE I FELT THAT YOU HAD A GOOD ARGUMENT ON THAT OR I
 3
   UNDERSTOOD YOUR ARGUMENT ON THAT. SO EVEN THOUGH NOT EVERYONE
    GOT TO ALL OF THEIR ARGUMENT, I DID SPEND A LOT OF TIME ON THE
 4
 5
    BRIEFS AND ACTUALLY READ THEM MORE THAN ONCE. SO I'M VERY
 6
    FAMILIAR WITH KIND OF THIS WHOLE PACKET OF STUFF THAT WAS
 7
    SUBMITTED. SO, WITH THAT, WE ARE ADJOURNED. THANK YOU.
 8
                   (PROCEEDINGS ADJOURNED.)
 9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
```

C E R T I F I C A T E

UNITED STATES OF AMERICA

NORTHERN DISTRICT OF GEORGIA

I, MONTRELL VANN, RPR, RMR, RDR, CRR, OFFICIAL COURT
REPORTER FOR THE UNITED STATES DISTRICT COURT, FOR THE NORTHERN
DISTRICT OF GEORGIA, DO HEREBY CERTIFY THAT THE FOREGOING

50 PAGES CONSTITUTE A TRUE TRANSCRIPT OF PROCEEDINGS HAD BEFORE
THE SAID COURT, HELD IN THE CITY OF ATLANTA, GEORGIA, IN THE
MATTER THEREIN STATED.

IN TESTIMONY WHEREOF, I HEREUNTO SET MY HAND ON THIS, THE 16TH DAY OF FEBRUARY 2023.

/S/ MONTRELL VANN

MONTRELL VANN, RPR, RMR, RDR, CRR
OFFICIAL COURT REPORTER
UNITED STATES DISTRICT COURT